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## IN THE UNITED STATES PATENT AND TRADEMARK OFFICE BEFORE THE TRADEMARK TRIAL AND APPEAL BOARD

Proceeding	91210379
Party	Plaintiff Atlas Brewing Company, LLC
Correspondence Address	LEMA A KHORSHID FUKSA KHORSHID LLC 70 W ERIE FL 2 CHICAGO, IL 60654 UNITED STATES lema@fklawfirm.com, robert@fklawfirm.com
Submission	Testimony For Plaintiff
Filer's Name	Perry Gattegno
Filer's e-mail	perry@fklawfirm.com
Signature	/perry gattegno/
Date	09/17/2014
Attachments	Soble Dep.txt(127038 bytes ) Exhibit_5.pdf(829450 bytes ) Exhibit_6.pdf(2494397 bytes ) Exhibit_7.pdf(115893 bytes ) Exhibit_9.pdf(2065771 bytes ) Exhibit_8.pdf(4902940 bytes ) Exhibit_10.pdf(1087021 bytes ) Exhibit_11.pdf(149404 bytes ) Exhibit_12.pdf(784583 bytes ) Exhibit_13.pdf(403438 bytes ) Exhibit_14.pdf(573920 bytes ) Exhibit_15.pdf(505358 bytes ) Exhibit_16.pdf(546725 bytes ) Exhibit_17.pdf(990399 bytes ) Exhibit_18.pdf(315852 bytes ) Exhibit_19.pdf(398027 bytes ) Exhibit_20.pdf(2355325 bytes ) Exhibit_21.pdf(269248 bytes ) Exhibit_22.pdf(260153 bytes ) Exhibit_23.pdf(1639135 bytes ) Exhibit_23.pdf(1639135 bytes ) Exhibit_24.pdf(1225212 bytes )

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0001
1
       IN THE UNITED STATES PATENT AND TRADEMARK OFFICE
         BEFORE THE TRADEMARK TRIAL AND APPEAL BOARD
 2
 3
 4
     ATLAS BREWING COMPANY LLC,
                                     )
 5
          Opposer,
                                     )
                                      Opposition
 6
              VS.
                                     ) No. 91210379
     ATLAS BREW WORKS, LLC, f/k/a
 7
     VOLSTEAD BEER WORKS, LLC,
 8
     f/k/a ATLAS BEER WORKS, LLC,
 9
          Applicant.
                                    )
10
11
12
              The discovery deposition of
13
     DALE STEVEN SOBLE, taken in the above-entitled
14
     cause, before Marguerite M. Cimms, CSR, CLR, a
15
     notary public within and for the County of Cook
16
     and State of Illinois, and a Certified Shorthand
     Reporter of said state, at 70 West Erie Street,
17
     Suite 200, Chicago, Illinois, on the 28th day of
18
19
     August, 2014, at the hour of 9:30 a.m.
20
21
22
23
24
0002
1
     APPEARANCES:
 2
          FUKSA KHORSHID
 3
          MS. LEMA A. KHORSHID
          MR. PERRY GATTEGNO
          70 West Erie Street, 2nd Floor
          Chicago, Illinois 60654
 5
          312.266.2221
          lema@fklawfirm.com
          perry@fklawfirm.com
              Appeared on behalf of the Opposer;
 8
          BANNER & WITCOFF, LTD.
 9
          MR. ROSS A. DANNENBERG
          MS. ANNA L. KING
          Ten South Wacker Drive, Suite 3000
10
          Chicago, Illinois
          312.463.5551
11
          rdannenberg@bannerwitcoff.com
          aking@bannerwitcoff.com
12
13
              Appeared on behalf of the Applicant.
14
```

```
16
17
18
19
20
21
22
23
24
0003
 1
                               INDEX
 2
     WITNESS
                                                 EXAMINATION
 3
 4
     DALE STEVEN SOBLE
 5
     BY MS. KHORSHID
                                                        4
 6
 7
                              EXHIBITS
 8
     NUMBER
                                              MARKED FOR ID
 9
     OPPOSER'S DEPOSITION EXHIBIT
10
                                                       5
     No. 6
                                                      18
     No. 7
                                                      22
11
     No. 8
                                                      23
12
     No. 9
                                                      26
     No. 10
                                                      33
     No. 11
13
                                                      46
     No. 12
                                                      47
     No. 13
                                                      48
14
     No. 14
                                                      50
     No. 15
                                                      53
15
     No. 16
                                                      55
     No. 17
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16
     No. 18
                                                      59
     No. 19
17
                                                      61
     No. 20
                                                      64
18
     No. 21
                                                      67
     No. 22
                                                      71
19
     No. 23
                                                      76
     No. 24
                                                      80
20
21
     ATLAS BREW WORKS DEPOSITION EXHIBIT
22
     Nos. 3-5
                                                     115
23
24
           (Entered without objection - not tendered.)
0004
 1
                           (Witness duly sworn.)
 2
                       DALE STEVEN SOBLE,
 3
     called as a witness herein, having been first duly
     sworn, was examined and testified as follows:
```

```
5
                        EXAMINATION
 6
     BY MS. KHORSHID:
 7
               Good morning, Mr. Soble.
          Q.
 8
          Α.
               Good morning.
9
          Ο.
                Do you know why we're here today?
                Yes.
10
          Α.
11
          Q.
                Why are we here?
12
                We're going to talk about the Atlas
          Α.
13
     Brewing Company trademark issue.
14
                Can you state your name for the record?
          Q.
15
          Α.
                Sure. My full name is Dale Steven
     Soble, by I go by Steve.
16
17
          Q.
               And what's your address?
                I live at 4735 South Ellis in Chicago,
18
          Α.
19
     60615.
                And then will you please state your
20
21
     telephone number?
22
          Α.
                Sure.
                       It's 312-919-1548.
23
                And let's talk a little bit about the
24
     ownership and the use of the name Atlas.
0005
1
                What kind of business is Atlas Brewing
 2
     Company?
 3
                So Atlas Brewing Company is a brew pub,
          Α.
 4
     bar, restaurant, and bowling alley.
 5
          0.
                And how long has Atlas Brewing Company
 6
     been around?
 7
               You mean how long have we been
 8
     operating as a business?
9
          Q.
                Yes.
10
                We started our -- well, it's kind of a
     complicated question. We've been in business
11
12
     since 1995, but as -- we were a bowling alley
     before. And then in 2011 we decided to change it
13
14
     to a brew pub. So we started operating as Atlas
     Brewing Company in April of 2012.
15
16
                But that's a separate entity, right?
          Q.
17
                Yes. So Atlas Brewing Company, LLC was
          Α.
     the new entity that we created.
18
19
                Okay. Are you familiar -- I'm going to
20
     introduce into evidence what's being labeled as
21
     Opposer's Exhibit No. 5.
22
                          (Opposer's Exhibit No. 5
23
                         marked for identification.)
24
0006
1
     BY MS. KHORSHID:
2
               Are you familiar with this document?
 3
          Α.
                Yes.
 4
                What is it?
          0.
 5
                That is our articles of organization
 6
     for Atlas Brewing Company, LLC.
 7
                And what's the date of the -- what was
```

the date that Atlas Brewing Company, LLC was

```
organized?
10
                We formed on May 26, 2011.
          Α.
11
                MS. KHORSHID: Off the record.
12
                   (Off record discussion.)
13
     BY MS. KHORSHID:
                What is your position at Atlas Brewing
14
          Q.
15
     Company?
16
                So I'm the managing member of the LLC.
          Α.
17
                      And how long have you been the
18
     managing member?
19
                Since 2011 when we formed the company.
20
                Okay. And then how many employees does
     Atlas Brewing Company have?
21
                We have about 35 employees.
22
          Α.
23
                Okay. And moving forward just for the
          Q.
     sake of the deposition, I'm just going to refer to
24
0007
1
     Atlas Brewing Company as Atlas. Okay?
2
                       Sure.
          Α.
                Okay.
 3
                And can you tell us a little bit about
          Q.
 4
     Atlas' involvement in the community?
5
                Sure. Well, we've been in the
6
     community for a long time. We participate in
7
     community events. Any time an organization needs
8
     something, we're always there. We have several
9
     fundraisers that we do that we just donate beer,
10
     things like that. And we're always donating
     parties and brewery tours to whatever community
11
12
     organization asks us.
13
                And I'm assuming that's under the Atlas
14
     name?
15
                Oh, yeah, uh-huh.
16
                Okay. Let's talk a little bit about
     your background in the hospitality industry. How
17
18
     long have you been in the industry?
19
                So I've been -- I've owned, managed and
20
     run restaurants and hospitality ventures since
     1989, so going on -- it's about 25 years.
21
22
               When you say managed, owned and
23
     operated, how long does, for example, a restaurant
     take you to open?
24
0008
1
                It takes a long time. Once you get the
2
     idea to open a place, on average, I would say it
3
     takes about a year to get going. You've got, you
 4
     know -- if you've got work to do, you've got to
5
     get plans together. You've got to plan for how
6
     much you're going to spend. You've got to develop
 7
     budgets, a business plan, things like that. So
8
     you have to start a long time before you open a
```

This is my first brewery, but I know

And in the same vein, had you ever

restaurant, before the opening date.

opened a brewery before?

9

10

that I started working on the idea in 2010. And I met one of the -- John Saller, who would eventually become one of my brewers, in the summer of 2010. That's when we started talking about doing Atlas Brewing Company.

1 2

- Q. How long did it take you from the idea, conception, you know, of just talking with John Saller to actually opening it up and selling your first glass of beer?
- A. So from the time -- it was 2010, and it was probably two years later when we sold our first beer.

Q. Okay. Can you explain the process of opening a brewery for me?

A. So a brewery is different than a restaurant in that you have a lot more lead times. For example, just buying brewing equipment can take 20 to 24 weeks. So you have to have that ordered, ready to go.

Obviously you have building permits you have to do. We started working on the plans in 2011 to try to get open in 2012. And we were hoping to originally get opened early 2012, but things take a long time.

So it just -- From the time you start, you've got to buy furniture, you've got to buy equipment, you've got to get the plans going.

There's just a long list of things you need to do to get ready to open a place, not the least of which is hiring people, which you have to start doing that weeks, if not months, before you open.

- Q. And, you know, you talked a little bit about the logistics right now. How about the branding components of it, coming up with a name for the brewery?
  - A. So that started in -- the minute we

said we're going to start looking at a brewery, we started thinking about a name. So really from, I'd say, after we decided we were going to do it, we started putting together a list. We probably took six months to figure out what name we were going to use.

- Q. Why did it take you that long?
- A. Well, because first I like to do some research. You know, I like to research things, not just what's going on in the marketplace, but I'm a big fan of history, especially Chicago history.

So the first thing I did was I picked up a book on Chicago breweries. Chicago used to be a city of neighborhood breweries. So it's kind of interesting, because there were probably a

dozen or so Chicago breweries that had opened in the past, and then of course prohibition closed many of them down.

So Atlas, point of fact, was one of those breweries that we saw that was an old brewery in Chicago and was an old name. And that was one of the ones we put on our list that we wanted to use.

24 0011

- Q. When you talked a little bit about research, you told us a little bit about you liking history. But when you came up with the Atlas name, did you do any research in terms of --
- A. Sure. You know, so what we do, our process was -- it's usually the same thing. The first thing you do is you get on the Internet. You Google is anybody out there. Because if somebody is out there, you're not going to use the name. So you do that.

And then for this, because we were doing beer, we knew we would eventually want to have a trademark. So I got on the trademark office website, the USPTO, and I looked at that and didn't see anybody with the Atlas name. So I felt really good about the fact that Atlas was our top name of the two or three that we had looked at, and I thought that would be a good one to use.

- Q. And when you said you did research on the Internet, can you be more specific? Did you go on Google --
- A. So I went on Google, which is my search engine of choice. I went on Google. You get on BeerAdvocate. You know, John and Ben had a lot

more experience in beer than I did, John and Ben Saller. Those are the brewers, just to reiterate that.

So they went out and talked to people in the beer community. I mean, they were part of the Brewers Guild. We talked to people in the industry. Our equipment suppliers, for example, would -- you know, hey, what do you think about this. You know, we were just always getting ideas.

We talked to salespeople, beer salespeople, what do you think about this name. And it was always about the story, about what we were all about. So in addition to Internet search, just talking to people, and then being in the beer community.

- Q. And so then you decided on the name Atlas?
- A. So then we decided -- we got together probably right around the week that I filed the

articles of organization, because I remember specifically a conversation that Ben, John and myself -- we sat down and we had our list. And we all sort of naturally said, okay, what are we

going to do? Atlas was the one we chose. We knew it was available. We knew that there was no one out there doing it. So that's the one we decided on, and that's when we went, okay, let's form the company, let's get some domain names. Those are the first things we did.

- Q. Let's break that up a little bit.
  When you said right around the week
  that we organized -- now, we admitted Opposer's
  Exhibit No. 5 into evidence today. Did you mean
  around the week of April 26, 2011?
  - A. Exactly.
  - Q. Okay. Just to make sure.
  - A. Yes.

- Q. And when you started out in April -- around May 26th, because it's 5/26, correct, May 26, 2011, is that correct?
  - A. That's correct, yes.
- Q. Okay. When you started around 2011, and you talked a little bit today about the beer community, can you tell us a little bit about the beer community during 2011?
  - A. I can tell you it was a lot smaller.
  - Q. Okay. And what do you mean by that?
- A. The number of breweries out there, the number of brew pubs, it just -- it wasn't in as dynamic a growth mode as I would say it is now.
  - Q. Yes.
- A. But a few years ago, it was a very small community, in my opinion. Everybody knew somebody who was -- if you knew another brewery, you would be able to call them up, talk to them. It's a tight community. I mean, everybody helps each other. And by using the word "community," I really mean a community where we talk to brewers about process, we talk to them about what's going on in the industry. So it was smaller and more intimate in 2011.
- Q. And so let's say, for example, someone else was selling beer in the Atlas name. Would you be able to have known that pretty quickly?
  - A. Absolutely.
- Q. And then you talked a little bit about BeerAdvocate earlier today?
  - A. Yes.
- Q. Can you tell us a little bit about who BeerAdvocate is and what your relationship with them was?

A. I use it as a -- it's a website that you can get on and look at all the different beers that are out there. And it gives opinions on different beers.

So that's always -- in fact, when we name one of our brands, for example, like Atlas Golden Ale, when we name one of our specific brews, we get on there to see if there's anybody out there.

- Q. And in 2011 when you organized Atlas Brewing Company, did you get on BeerAdvocate and see if there was an Atlas name on there?
  - A. Yes, we did.
  - Q. Did you find anything?
- A. There was no Atlas Brewing Company, no Atlas beer of any kind for a brewery.
- Q. And then you told us a little bit about the community today. What lends to your credentials in knowing a little bit more about the beer community than, for example, me or someone else?
- A. It's my business to know. It's what we do. We sort of live and breathe beer.
  - Q. Do you own any other restaurants?
  - A. I do.
- Q. Okay. And what other restaurants do you own?
- A. Okay. So I started in 1989. I had another bowling alley called Southport Lanes formed in '91. I've got to use the years, because it makes it easier to remember. We have a couple of other bowling lanes called Seven Ten Lanes, one in Hyde Park, one in Lincoln Park. We have Daily Bar and Grill in Lincoln Square, which we opened in 2000. We have Firehouse Grill, which we opened in 2000; New Line Tavern, which is down here in the west loop, a breakfast spot called Waffle. And I feel like I'm forgetting one, But I think that's plenty.
  - Q. Do you buy beer for any of those spots?
- A. All of them. We were one of the first beers, for example -- first bars in Chicago to have Goose Island, which was one of the first craft beers in Chicago. The first.
- Q. So is it safe to say that you've purchased beers before?
  - A. Yes.
  - Q. You're intimately familiar with buying
- 1 beers?
- 2 A. Very familiar.
  - Q. You're intimately familiar with brands

```
given all of the restaurants that you own?
 5
                Yes.
 6
                Okay. Let's go back to talking about
          Q.
 7
     the logistics of setting up Atlas Brewing Company.
 8
                So you told us today, again, that you
9
     formed the company in May of 2011. And you told
10
     us a little bit about some of the things that you
     did in terms of buying equipment, is that correct?
11
                That's correct.
12
13
                       In terms of, you know, getting
          Q.
                Okay.
14
     the tanks and the equipment for Atlas Brewing, how
15
     long did that process take you?
                We started -- probably right after we
16
17
     formed the company, we started getting bids from
     the different suppliers out there. John and Ben
18
19
     probably did more of that than I did. But I know
20
     we had four or five, maybe even six different bids
21
     for equipment from various suppliers across the
22
     country.
23
                And you say we got bids. Who is "we"?
          Q.
24
                So the team, which was John and Ben,
          Α.
0018
    myself, and then my director of operations,
1
2
     Greg Lamacki.
 3
                And were you getting bids under
 4
     Steve Soble or Atlas Brewing?
 5
                Everything was under Atlas Brewing
6
     Company.
 7
                So when you were out there soliciting
 8
     bids from the equipment -- you know, equipment
9
     suppliers, they knew "you," the "we," as Atlas
     Brewing Company?
10
11
          Α.
                That's correct, yeah.
12
          Q.
                I'm going to introduce what I'm going
     to label as Opposer's Exhibit No. 6 into evidence.
13
                         (Opposer's Exhibit No. 6
14
15
                         marked for identification.)
16
     BY MS. KHORSHID:
17
                I'm going to show you a contract.
          Q.
18
     Steve, are you familiar with this contract?
19
          Α.
                Yes.
20
                And how are you familiar with it?
          Q.
21
                I signed it. This is the contract
22
     between Atlas Brewing Company and Premier
23
     Stainless, who supplied our brewing equipment.
24
          Q.
                Okay. And what was the date on that
0019
1
     contract?
 2
          Α.
                The date looks like October 28th of
     2011.
 3
 4
                And who is the contract between?
          Q.
 5
                It's between Premier Stainless and the
 6
     buyer, which is -- I signed it as the managing
 7
     member of Atlas Brewing Company, LLC. The actual
```

buyer on the contract is Seven Ten/Atlas Brewery.

Q. And then I don't know if I asked you this. I'm sorry if I'm repeating myself.

But what was the date on that contract?

A. October 28, 2011.

- Q. And how long after you organized the company was that contract entered into?
- A. Well, actually let me -- the date of the contract -- I actually signed it on November 16, 2011.
- Q. Okay. So how many months had elapsed, approximately, from the date that you organized Atlas Brewing Company?
- A. So we organized in May. So that's June, July, August, September, October, November -- what's that, six months? Six months.
  - Q. And why did it take you that long?
- A. So it takes that long because -- obviously to do a good job researching the different companies. But we also were in the midst of forming the company. I mean, not forming, but putting together the business plan.

We also were doing plans at the time. So it took us that long because we didn't know exactly how big we could get, how big the tanks could be. So it took us probably that long just to come up with a list of equipment that we could fit in our space.

- Q. And when you say "plans," what type of plans are you talking about?
- A. Specifically I'm talking about the architectural plans.
- Q. Okay. So you would have had to have the architectural plans kind of cemented --
  - A. They were done.
- Q. -- before you could enter into this contract?
- A. Yes. So they were done. We worked on those, and those were probably finished by the time we ordered everything, because you had to be sure.
- Q. Okay. And how much was the value of this contract that you entered into with Premier Stainless?
  - A. \$184,745.
- Q. And did you have to pay -- did you have to make a payment on this contract?
- A. We had to pay -- when we executed the contract, we had to make a payment of \$46,000 and some change.
- Q. And Premier Stainless Systems, who did they think that they were supplying the equipment

```
12
     for?
13
                Atlas Brewing Company.
          Α.
                And not Seven Ten?
14
          Q.
15
                We only -- yeah. It was Atlas Brewing
          Α.
     Company at the time. That's who the -- like the
16
     checking account, for example, it just says Atlas
17
18
     Brewing Company.
19
                Okay. Thank you. Just one more thing
20
     before we move on. Where is Premier Stainless
2.1
     located?
22
          Α.
                They're in California.
23
                Did you enter into any other agreements
     under the Atlas Brewing Company name? Do you
24
0022
1
     remember?
 2
                I'm sure we did.
 3
                Okay. I'm going to show you what I'm
          0.
 4
     going to label as Opposer's Exhibit No. 8.
 5
                MR. DANNENBERG: Are we on 8?
 6
                  (Off record discussion.)
 7
     BY MS. KHORSHID:
 8
               Let me rewind a little bit, Steve.
          Q.
9
          Α.
                Okav.
                Going back to that Premier Stainless
10
     Systems contract, you talked about that payment of
11
12
     $46,000 earlier today, is that correct?
13
                That's correct.
          Α.
                I'm going to show you what's labeled as
14
15
     Opposer's Exhibit No. 7.
16
                          (Opposer's Exhibit No. 7
17
                         marked for identification.)
18
     BY MS. KHORSHID:
19
               And are you familiar with this exhibit?
          Q.
20
          Α.
                Yes.
21
          Q.
                And how are you familiar with it?
                That looks like our check stub.
22
          Α.
23
          Q.
                Okay. And what was the date of that
24
     check stub?
0023
1
                It matches up to the signature date of
          Α.
 2
     11/16/2011.
 3
                Okay. And what was the amount of that
          Q.
 4
     payment?
 5
                $46,186.25.
          Α.
 6
                And if you go to the bottom left-hand
 7
     side of that exhibit, who does it say remitted
 8
     payment?
9
                It's Atlas Brewing.
          Α.
10
          Q.
                Does it say anything about Seven Ten on
     the check?
11
12
          Α.
                No.
13
          0.
                And what's the number of that check?
                Check number is 20002.
14
          Α.
15
                And it's remitted to who?
          Q.
```

Premier Stainless. 16 Α. 17 0. Okay. Perfect. Now I'm going to go to what's admitted 18 19 into evidence -- what is labeled as Opposer's Exhibit No. 8. 20 21 (Opposer's Exhibit No. 8 22 marked for identification.) 23 BY MS. KHORSHID: 24 I'm going to show you a document. Can Q. 0024 1 you tell me what that is? 2 This is a management agreement, 3 licensing agreement. 4 Okay. And what's the date on that Q. 5 agreement? 6 January 1st of 2012. 7 And who is the agreement between? 0. 8 So this is made between Lucky Strike 9 Corporation, which is my corporation that actually 10 is the license holder at Atlas Brewing, and Atlas 11 Brewing Company, LLC. 12 And when you say "the license holder," 13 what do you mean by that? 14 What I mean is we have a retail liquor 15 license that's in a corporate name. And in 1995, 16 I formed a corp -- in 1994, I formed that 17 corporation of Lucky Strike Corp, when I was doing a bowling alley called Lucky Strike Corp, which 18 19

- owns the liquor license at the Lincoln Avenue location.
- And why did you enter into a management and licensing agreement with Atlas Brewing at that time?
  - Α. Because I'm the sole shareholder of the
- corporation. It's a liquor license that I have in my name, and it's just easy to license as opposed to forming -- going through and getting another City of Chicago liquor license.
- So Atlas Brewing Company didn't have a liquor license in January 2012?
  - Α. No.

20

21

22

23

24

0025

1 2

3

4

5

6

7

8

9

10

11 12

13

14

15

16

17

18

- And if Lucky Strike were to sell Atlas Brewing's beer, is this what the license covered?
- Covers everything -- in essence, what it does is it just allows Atlas Brewing to conduct business through my corporation, Lucky Strike Corp. I have given the license for Atlas to do whatever it wants with our license.
- Because Lucky Strike Corp owned the liquor license, is that correct?
  - Yes, owns the retail liquor license.
- Okay. And at that time, Atlas Brewing didn't have a liquor license or could not brew

```
20
     beer, is that correct?
21
          Α.
                Correct.
22
                And who executed this contract?
          Q.
23
          Α.
                I did.
24
          0.
                Okay. And do you own Lucky Strike
0026
1
     Corporation?
 2
          Α.
                I do.
 3
                Are you the sole owner?
          Q.
 4
          Α.
                Sole owner.
 5
          Q.
                And are you the sole owner of Atlas
 6
     Brewing Company?
 7
          Α.
                No.
 8
                But are you the managing member?
          Q.
9
                I'm the managing member, and I own the
10
     A shares, which is the only voting shares.
                And you were authorized to enter into
11
12
     this contract?
13
          Α.
                Yes.
                I'm going to show you another
14
          Ο.
15
     agreement, Steve. I'm going to label it Opposer's
16
     Exhibit No. 9.
17
                          (Opposer's Exhibit No. 9
18
                          marked for identification.)
19
     BY MS. KHORSHID:
20
          Q.
                I'm going to show that to you.
     familiar with this document?
21
                Yes.
22
          Α.
23
          0.
                Can you tell us what it is?
24
          Α.
                It's a contract with Rewards Network.
0027
1
                Who is that?
          0.
 2
                Rewards Network is a company that --
 3
     they have dining members that dine at various
     restaurants and get points -- miles, points,
 4
 5
     things like that.
 6
          Q.
                What's the date of that contract?
 7
          Α.
                May 22nd of 2012.
 8
               And how do you know that?
          Q.
9
          Α.
                It's written right here.
10
          Ο.
                And who is the legal name of the
11
     merchant?
12
                Atlas Brewing Company, LLC.
          Α.
13
                What does it mean by "the merchant"?
          Q.
14
                That's the company that is doing the --
15
     that takes the money from customers.
16
                And what is a Rewards dining credits
17
     program agreement? Can you explain that to us?
                      So what they do -- it's a
18
                Yes.
19
     marketing program along with a financing program,
20
     so they basically give me -- in this case, the
21
     contract said they give me $50,000. And then I
22
     give them back $75,000 in dining credits from
23
     their dining members.
```

If you're a Rewards Network, which I 0028 am -- I'm a Rewards Network user. So if I go to a 1 restaurant that's part of that, I get ten miles 2 3 for every dollar that I spend in the restaurant. And what happens is Rewards Network actually takes 4 5 a portion of that money until they reach, in this 6 case, \$75,000 worth of dining credits. 7 Okay. Now, I want to ask you a few 8 questions about, you know, the marketing services. 9 Uh-huh. First, are you in any way affiliated or 10 Q. do you own any part of Reward Network 11 Establishment Services? 12 13 Α. No. 14 Q. Okay. They're an independent third 15 party? 16 Α. Yes. 17 Would you call them a marketing 18 company? 19 Α. Yes. 20 Okay. Their membership is -- do you 21 know how many members they have? I don't, but it's a lot. 22 I mean, I 23 want to say across the country it's probably in 24 the millions. 0029 So they're national? 1 Q. 2 Α. They're national. 3 Okay. And when you register with them, 4 does their national membership know you as Atlas 5 Brewing? 6 Α. Immediately. 7 Q. And how does that happen? 8 They have a website, and then they 9 have -- they broadcast blasts, email blasts to 10 their members, hey, look for this, this is a new restaurant in our portfolio of Rewards Network 11 12 restaurants. 13 And did their membership know you as 14 Atlas Brewing Company? 15 Yes. Α. 16 And did you check on the fact that they Q. 17 knew you? 18 I just -- because, yeah, I mean, I could see their Rewards Network website and saw 19 20 that we were there. And they were broadcasting 21 that we were part of the network. 22 Q. Okay. And how long was this contract 23 for? 24 It goes on until you basically pay back Α. 0030

the dining credits, which we already did.

then we signed up again, and we're at the end of

24

our -- we're ending that actually now, two years later.

1 2

- Q. And that happened, you know, less than a -- you know, less than a year after you basically organized, is that correct?
- A. Yeah. It looks like we organized on May 26th. It was almost exactly a year after we organized.
- Q. Okay. No further questions about this exhibit.

Along this same lines of, you know, marketing and the Rewards Network agreement, did you -- let's talk a little bit about your marketing and public relations efforts in Chicago and then maybe nationally.

In Chicago, did you enlist the services of any marketing or public relations firm to do any marketing?

- A. We didn't hire an outside firm.
- Q. How did you do most of the marketing?
- A. Most of our marketing -- well, the Rewards Network part of it, obviously, we have
- social media like Twitter and Facebook and developing our website.
- Q. Do you have people in the company, in Atlas Brewing, devoted to marketing or public relations?
- A. Yeah. I think primarily it's John and Ben Saller were part of that as well as we have an in-house promotion marketing person who works in the office.
- Q. And what does the in-house promotion marketing person do?
- A. He'll do printed material. He'll help with whatever marketing material we have going out, talking to customers, former customers that we have for parties, things like that.
- Q. Okay. And then when you came up with the Atlas name after, you know, you did your historical research, did you have anyone develop a logo for you?
  - A. Yes.
  - Q. Okay. Who developed your logo?
  - A. Randy Mosher is his name.
  - Q. Who is Randy Mosher?
  - A. So Randy Mosher I have known -- he

developed my first logo. He is actually an expert on home brewing and also in the brewing industry. He does a lot of artwork for other breweries.

- Q. Okay. Do you know -- why did you choose Randy?
- A. Because he is -- I think if you had to

```
7
     choose someone that's a foremost expert in craft
     beer in logo design, he's the guy. He's just --
 8
 9
     he knows more about beer than anybody I've ever
10
    met.
11
                And had Randy ever developed another
12
     logo by the name of Atlas for anyone else?
13
          Α.
                No.
                Do you know if he had any knowledge of
14
          Ο.
15
     anyone --
                He had no knowledge of anyone --
16
17
                MR. DANNENBERG: Objection, calls for
18
          speculation.
19
                THE WITNESS: Well, I do want to point
20
          out in my conversations with Randy, we did
21
          talk about other breweries.
22
     BY MS. KHORSHID:
23
          0.
                Personal knowledge?
24
          Α.
                Yes.
0033
                You can talk about what conversations
1
          Q.
2
     you had.
 3
                As an aside about Randy, I actually was
     trying to work with him on a brewery back in 1995,
 4
 5
     and we were going to be in the Ravenswood
 6
     neighborhood. And I bring this up because I think
 7
     it's kind of interesting.
8
                So we ended up not doing it, but we
 9
     wanted to use Ravenswood Brewery, because we were
10
     on the street Ravenswood. And I just remember
11
     Randy said, you can't do that, there's a winery
     that's out there called Ravenswood. Okay, next.
12
13
     So we were looking at different -- I think at the
14
     time we were going to call it Big City Beer.
15
     was our working name.
                I'm going to show you what I'm going to
16
     label as Opposer's Exhibit No. 10. It's a little
17
18
    bit about going back to, you know, Randy Mosher.
19
                         (Opposer's Exhibit No. 10
20
                         marked for identification.)
21
     BY MS. KHORSHID:
22
                Here you go. Now, this is a packet of
          Q.
23
     documents?
24
                Uh-huh.
          Α.
0034
1
                Can you count how many pages there are
 2
     in front of you?
 3
                       There's one, two, three, four,
                Sure.
 4
     five, six, seven.
 5
                Okay. And just to be clear, it's
     labeled A 17 on the side to A 24, is that correct?
 6
 7
                That's correct.
 8
                Okay. So we're going to focus on the
          Q.
 9
     A 17 page --
10
          Α.
                Okay.
```

- -- of Opposer's Exhibit 10. What is 11 12 that, Steve? 13 So this is an email from Randy to me of February of 2012, and he talks about the cleaned 14 15 up logo and details, black and white, small size and adjusted to, as he puts it, smooshed together 16 17 when used in small sizes. 18 And you said the date was February 14, 19 2012? Correct. 20 Α. 21 Okay. And had you and Randy started 22 working on February 14, 2012? 23 No. We started working in the end of 24 2011, actually. 0035 Q. 1 And what was Randy's primary job in 2 working with you on this logo? 3 He was the developer of the logo. He 4 was actually writing a book on brewing in the 5 fall, so he had to -- he actually -- we started 6 working on the logo probably around November. 7 was finishing up a book. 8 Q. November of 2011? 9 Α. '11, yes. 10 Q. Okay. Just to be clear. 11 Yes. And then he finally got us some things, and this is pretty much the final version 12 13 in February. If you can turn to the page 14 Q. Okay. 15 that's labeled A 18, still part of Opposer's 16 Exhibit No. 10. 17 A 18? Α. 18 Yes. So the second page of that Q. 19 packet. 20 Α. 21 Is that the logo that you were talking 22 about in the email? 23 Α. Yes. 24 Okay. And can you tell us a little bit Q. 0036 1 about this logo? So, for example --2 So it's the word Atlas, and then the 3 T is really exaggerated to really sort of give you 4 sort of the perception of the Atlas holding up the 5 globe. That's sort of the starting point. 6 is really sort of a person. So it's Atlas, and 7 then in smaller letters, Brewing Company. 8 You told us a little bit about you
  - Q. Can you tell us a little bit if that sort of, you know, inclination is woven into the logo or what were you thinking when you and Randy

coming up with the name Atlas based on, you know,

Chicago history and historical research.

9

Α.

Yes.

10

12

15 came up with that logo? So, obviously, the name Atlas, there's 16 17 a couple different -- in addition to it being a historical brewery, you've got the other meaning 18 of sort of the Greek mythology, and then you also 19 have the idea of maps. Because you have an atlas, 20 21 you can look up a map. 22 So this is sort of a globe/gyroscope as 23 part of the logo accentuating this whole idea of 24 Greek mythology. So it gives us -- we thought it 0037 1 gives us the ability to do a lot of different 2 things, focus on Chicago history, Chicago 3 geography, and then also mythology. 4 How much time and effort went into the 5 name and the logo? 6 This is the result of months of work. Α. 7 Q. Okay. And why was it months of work? 8 It's months because you -- it takes 9 time to develop something, to develop the idea 10 behind it, the story that you're doing. And this 11 same concept flows through in the design of the 12 actual brew pub. 13 Okay. And to design that logo and come Q. up with all of -- you know, to expend all that 14 time and effort, did it cost you a lot of money? 15 16 I don't know the exact cost, but, yeah, Α. 17 it did. It cost money to develop. 18 Q. Okay. Do you know approximately how 19 much it cost you? 20 To develop the logo? Α. 21 Yes, to develop the logo, the research. 0. 22 I don't even know if I could put a 23 dollar figure on it. I don't charge for my time. 24 Yes. Q. 0038 1 You know, Randy is probably at \$5,000 Α. 2 or \$6,000. 3 Okay. I want you to turn to the same 4 exhibit, but labeled A 19 in the right-hand 5 corner. 6 Uh-huh. Α. 7 What is that, Steve? Q. 8 Okay. So we started out, as we do, 9 with black and white. And then -- so you've got the final logo. And then Randy wanted to -- we 10 asked him to come up with some things for color. 11 12 So he wrote us an email about how to add color to 13 the logo.

So that email was from Randy to whom?

Okay. And what was the subject of that

14

15

16

17

18

0.

Α.

Q.

Α.

email?

To me.

Subject is Atlas logo.

- Q. And what was the date on that?
  A. March 13th of 2012.
  Q. And then just read the email to
  yourself, but what is it basically talking about?
  - A. Talks about adding color to the logo.
  - Q. And why did you want to add color?
  - A. Well, black and white is one thing, but we're going to have color copies of our logo, and eventually we're going to be packaging shirts. Everything is going to be in color. It's not just going to be black and white.
  - Q. And did you and Randy go through several iterations of the logo?
    - A. Yes.

1 2

- Q. Okay. And if you could turn to Opposer's Exhibit No. 10, A 20, are those some of the iterations?
- A. Yes. So those are adding some color. I'm guessing that a lot of these other ones, although they're in black and white, they're different versions of color.
- Q. And when you're talking about the other ones, are you referring to the other iterations on A 21 through A 24?
  - A. Yes.
- Q. So in total, how many of them are there? Could you please count?
- A. There are 11 different versions in color.
  - Q. Am I correct to say that you and Randy
- really put a lot of time and effort into coming up with the logo?
  - A. Absolutely, yes.
- Q. And how about coming up with the name? How long do you think it took you between the research, between working with Randy, between talking to Ben and John? How long do you think it took you to come up with the name and the logo?
- A. I think it probably took us a year-and-a-half from the time we started, from name, idea, to logo, a year-and-a-half later.
- Q. And then when you say, "from the time we started," are we talking from the time that you filed at Atlas Brewing or from the time that you came up with the concept?
- A. From the time we came up -- that's probably from the time we came up with the concept.
- Q. And you told us that that was what date?
- A. We started talking about it in 2010. 22 So 2010 concept to 2012 finished logo. So almost

23 two years. 24 And when you finally finalized the logo Q. 0041 and the colors, when do you think that was? 1 2 Probably with this email. Probably 3 March of 2012 would be my guess, this second 4 email. 5 So is it safe to say that it was a 0. 6 labor of love? 7 Oh, absolutely. 8 MR. DANNENBERG: Objection, leading. 9 BY MS. KHORSHID: 10 Took a lot of time? Q. Α. Took a lot of time, yes. 11 12 Q. Okay. And a lot of effort and a lot of 13 Α. 14 energy. 15 Okay. Thank you. Going along the same Q. 16 lines -- okay. So we talked about creating the 17 logo and developing the name. 18 Did you get any sort of publicity 19 regarding Atlas or Atlas Brewing at the time? 20 I'm sure we did. I don't remember the 21 specifics, but I know people were talking about 22 Atlas. 23 Q. Were you written up in Eater at all? Yes. We were definitely coming soon in 24 Α. 0042 Eater. And I know other publications were talking 1 2 about breweries coming, brew pubs coming. 3 Did you create any letterhead bearing Q. the Atlas name? 4 5 Α. Yes. 6 Q. Business cards?

> Business cards, yes, T-shirts. Α.

7

8

9

10

11

12

13

14

15

16 17

18

19

20

21

22

23

- So was it after you formalized the Q. logo?
  - Α. After we formalized the logo, yes.
- Anything else that had the, you know, Atlas name besides the business cards and the letterhead?
- Menu development, signs. We were working on -- after we developed the logo, we had to get a sign. And then we had merchandise, things like that.
- And when you say the sign, is that the sign -- what sign are you talking about?
  - The sign on our storefront. Α.
  - Q. And how big is that sign?
- So there's actually two signs. on the face of the building, which is probably about maybe eight or ten feet long, and then 0043
- 1 there's a sign that comes off the building, which

```
we internally call that a blade sign that comes
 2
     off the building, perpendicular to the building.
 3
 4
     That's probably three feet by four feet.
 5
                Okay. Let's dissect that a little bit.
          Q.
                When you say in front of the building,
 6
 7
     where is front of?
 8
                Front of the building on Lincoln
 9
     Avenue, 2747 North Lincoln.
10
                Is Lincoln Avenue a busy street?
11
          Α.
                Yes.
12
                I know you're not an expert in counting
     cars, but generally is there a lot of traffic on
13
14
     Lincoln Avenue?
15
                There is a lot of traffic on Lincoln.
          Α.
     It's a highly-traveled street.
16
                If I was sitting in my car, would I be
17
     able to see it?
18
19
          Α.
                Yes.
20
                MR. DANNENBERG: Calls for speculation.
21
                MS. KHORSHID: It's his personal
22
         knowledge. I mean, he can say if he thinks.
23
                THE WITNESS: When I'm in my car on
24
          Lincoln Avenue, I definitely see the sign.
0044
1
     BY MS. KHORSHID:
 2
          Q.
                When did the sign go up on Lincoln
 3
     Avenue?
 4
          Α.
               I do not recall.
 5
               Do you think it went up in 2011?
          Ο.
 6
          Α.
               No. It went up in 2012.
 7
               Mid, late, early?
          Q.
                Right around the time we were getting
 8
          Α.
 9
     ready to get open.
10
          Q.
                Was that around the time that you filed
     the articles of organization?
11
                No. So articles of organization was
12
13
     in '11.
              We had the sign up in May of 2012.
14
          Ο.
                Okay. Are you familiar with applying
     for a brewer's license?
15
16
          Α.
                Yes.
17
          0.
                And how are you familiar with that?
18
                So I filed for the -- they call it a
     brewer's notice, a federal brewer's notice. So I
19
20
     applied for that myself.
21
                Do you remember when you started
     applying for a brewer's license? Is that for
22
23
     Atlas?
24
                That's for Atlas, yes, for Atlas
          Α.
0045
     Brewing Company somewhere around the time of, I
1
 2
     want to say, about February of 2012.
 3
                Okay. So you began getting the
 4
     application materials together?
 5
                Yes.
          Α.
```

```
You said you applied for your own
6
 7
     application today?
 8
          Α.
                Yes.
 9
          Q.
                Okay. And the documents that the --
10
     first, who did you apply to?
                So I applied to the TTB.
11
12
          Q.
                And the documents that the TTB
13
     requests, are they one or two documents?
14
                     There's a lot of documents.
                No.
15
     You've got to have the personal information, the
16
     plans for where the brewery is.
17
                And one second, Steve. By plans you
18
     mean architectural?
19
                Architectural plans. You need to have
          Α.
20
     a permit to do -- you need to show that you got a
     permit for your architectural plans. You need to
21
22
     have all the licensing in place from the local
23
     authorities, which would mean the City of Chicago.
24
     And in this case -- well, we had a state liquor
0046
1
     license to sell alcohol, but you can't get the
 2
     state brewer's license until you have the federal.
 3
     The federal is really the trigger to get the state
    brewer's license.
 4
 5
                Is it safe to say that, you know, at
 6
     the city level, you know, the city knew that you
7
     were applying for a brewery called Atlas?
8
          Α.
                Yes.
 9
                Okay.
                       I'm going to show you what's
10
     going to be labeled as Opposer's Exhibit 11.
                          (Opposer's Exhibit No. 11
11
12
                         marked for identification.)
13
     BY MS. KHORSHID:
14
          Q.
                Are you familiar with this document?
15
          Α.
                Yes.
16
                And what is it, Steve?
          Q.
17
                So this is from the TTB to me that told
18
     me that I was assigned a new tracking number for
19
     my brewer's notice.
20
                And what does that mean?
          Q.
21
                So that means that I'm in the system,
22
     and they're going to start investigating me and
23
     the brewery.
24
               Okay. And when you're in the system,
          Q.
0047
1
     is it you, Steve Soble, or is it Atlas Brewing
 2
     Company?
 3
                Well, it's Atlas.
          Α.
                                    In this case,
 4
     actually, the license entity is Lucky Strike Corp
 5
     doing business as Atlas.
 6
          Q.
                Okay.
 7
                So that's who it was.
          Α.
 8
                And why did you use Lucky Strike?
          Q.
```

Because it has to match up to the local

9

Α.

```
10
     liquor license.
11
                Okay. And what was the date of that
          Q.
12
     email?
                This is dated April 2nd of 2012.
13
          Α.
14
                And when you filed this application
15
     with the TTB, what was the name of the beer that
16
     you told them that you were going to sell?
17
                Atlas. Atlas Brewing Company.
18
                Okay. Now I'm going to show you what
          Q.
19
     is labeled as Opposer's Exhibit No. 12.
20
                          (Opposer's Exhibit No. 12
21
                         marked for identification.)
22
     BY MS. KHORSHID:
23
                Steve, could you tell me what that is?
          Q.
24
          Α.
                Yes. This is our surety bond that we
0048
     need to have for the Department of the Treasury.
1
 2
          Q.
                And how did you get this surety bond?
 3
                I had to go through my insurance agent,
 4
     who got it from Western Surety Company.
 5
                Okay. And what's the legal name of the
 6
     business that this surety bond is?
 7
                Atlas Brewing Company, LLC.
 8
               And what was the date on that?
          Q.
 9
               March 7th of 2012.
10
                And how much did you pay for the surety
          0.
11
     bond?
                I do not recall. It's a bond in the
12
     value of $1,000, but I don't remember what it cost
13
14
15
                          (Opposer's Exhibit No. 13
16
                         marked for identification.)
17
     BY MS. KHORSHID:
18
                I'm going to show you what's labeled as
          Q.
19
     Opposer's Exhibit 13.
20
                And, Steve, what is that document?
21
                This is the bond from Western Surety
          Α.
22
     Company.
23
                Okay. And we talked about Western
24
     Surety a couple of minutes ago. Is that the same
0049
1
    Western Surety that was written in the original
2
     surety bond?
 3
          Α.
 4
                And does that correspond to the
 5
     application for Atlas Brewing Company?
 6
               Yes, it does.
          Α.
 7
                Okay. And what was the date on that
          Q.
 8
     bond?
 9
                So this bond is dated May 23rd of 2012.
10
                Okay. And who procured all of the
11
     insurance?
12
          Α.
                I did through my agent.
13
                Okay. Before we move on, the other
          Q.
```

14 thing I want to talk to you about is we talked 15 about plans earlier today. 16 Did you enlist an architect to do your 17 architectural plans? 18 Α. Yes. 19 Did that cost you money? Q. 20 Α. Yes. Approximately how much did it cost you? 21 Ο. 22 Α. Probably \$45,000, \$50,000. 2.3 Okay. And was that in the name of Ο. 24 Atlas Brewing Company? 0050 1 Α. Yes. 2 And was that an expense that Atlas 0. Brewing Company, LLC incurred? 3 4 Yes. Α. 5 Okay. Did you file any D/B/As for Ο. 6 Atlas in the State of Illinois? 7 I believe I did. 8 I'm going to show you what's labeled as 9 Opposer's Exhibit No. 14. 10 (Opposer's Exhibit No. 14 11 marked for identification.) 12 BY MS. KHORSHID: 13 Q. Do you remember this email? 14 Α. Yes. What's the date of that email? 15 Q. The date is April 6th of 2012. 16 Α. 17 0. And who is that email from? 18 So it's from the State of Illinois, 19 ecommerce@ilsos.net. I'm not sure what that stands for, but it's basically from the Secretary 20 21 of State's office for the State of Illinois. 22 Q. And it says a proposed new name? 23 Α. Yes. 24 Q. It says what? 0051 1 Α. It says Atlas/Seven Ten. 2 Can you tell us a little bit about that 3 email and why it's Atlas/Seven Ten? 4 So, as I mentioned, our liquor license 5 is in the name of Lucky Strike Corp. And this one, the business that was doing -- the business 6 7 entity is Atlas Brewing Company, LLC. So I wanted 8 to get the name change for commerce to say 9 Atlas/Seven Ten so it would reflect that we were operating a business with the name Atlas. And 10 11 obviously there is also a business with the name 12 Seven Ten all operating within the same Atlas Brewing Company, LLC. 13 14 And there's a second document attached 15 to what is Opposer's Exhibit 14 labeled A 26. Do you see that? 16

17

Α.

Yes.

And what is that document? 18 Q. 19 So this is the approve the application to adopt an assumed name for Atlas Seven Ten. 20 And you told us today the reason that 21 you had to set up Atlas/Seven Ten is because Lucky 22 Strike had the liquor license, is that correct? 23 24 Α. Yes. So there's a couple -- there's a 0052 1 bunch of different entities associated with this, 2 but the bottom line is in order to do business out of -- which we were doing business -- the business 3 was being run out of Atlas Brewing Company, LLC. 4 5 We also have a bowling alley called Seven Ten which is part of the business. 6 7 Q. Okay. 8 So to a customer, if someone either, 9 like, charges something on a credit card, it will 10 says Atlas and Seven Ten to make sure that they 11 know that it's from that business. 12 Okay. Just so I'm clear --Ο. 13 Α. Yes. 14 So your email address is 15 ssoble@sparetimechicago.com on that email, correct? 16 17 Α. That's correct. 18 0. Is Spare Time Chicago Lucky Strike or 19 Seven Ten? 20 No. Spare Time Chicago is a made-up 21 name for another entity that I have called 22 Southport Lanes, Inc. 23 Q. Okay. 24 And we do business as Spare Time to Α. 0053 1 sort of -- as a marketing thing to let people know 2 that we're all part of the same group. 3 Okay. So Seven Ten is a separate 4 entity from Atlas, correct? 5 Seven Ten is -- no, it's not. 6 actually the same. 7 So it's one in the same? Q. 8 It's the same entity in this case, yes. 9 But Atlas Brewing Company, LLC is a 10 separate entity? That's a separate entity from all of my 11 12 other businesses. 13 Q. Okay. 14 And it includes Seven Ten operations 15 and Atlas, because it's the same business. 16 Okay. So it's kind of like more so it's its own entity, and Atlas Seven Ten is its 17 18 own entity, and Lucky Strike is its own entity? 19 Well, they're separate business entities, but to the customer, it's just one 20 21 business.

```
22
          Q.
             Okay.
23
                          (Opposer's Exhibit No. 15
                          marked for identification.)
24
0054
1
     BY MS. KHORSHID:
 2
                I'm going to show you what's marked as
 3
     Opposer's Exhibit No. 15. Do you recognize this?
 4
                Yes.
          Α.
 5
                What is it?
          Q.
 6
                So this is the City of Chicago D/B/A
          Α.
 7
     form.
 8
          Q.
                Okay.
 9
                And this one is in -- it's the Lucky
     Strike Corp, which is the retail -- All of my
10
     retail licenses have to be in the name that I tell
11
     the customers that we're in, the D/B/A.
12
13
                       It's a D/B/A.
          Ο.
                Okay.
                                       But it's
14
     basically a business license?
15
                This is a business license, yes.
                And that business license is for the
16
          Q.
17
     Lucky Strike Corporation, correct?
18
                The Lucky Strike Corp, which has the
19
     licensing agreement.
20
                And you said today the Lucky Strike
21
     Corp is the only corporation that has a liquor
22
     license, right?
23
          Α.
                Correct.
24
                Okay. And the D/B/A is Seven
          Q.
0055
1
     Ten/Atlas, correct?
 2
          Α.
                Correct.
 3
                And what's the date on the license?
          0.
 4
                So this is dated April 30, 2012.
 5
          Q.
                Okay. And the City of Chicago at that
 6
     time knew that Lucky Strike Corporation was doing
 7
     business as Seven Ten/Atlas?
 8
          Α.
                Correct.
 9
          Ο.
                Why did you put Seven Ten/Atlas?
                Because I couldn't have the same name
10
11
     for an LLC in the state office as I did for a
12
     corporation, so I had to reverse them.
13
          Q.
                Okay.
14
                It's as simple as that.
          Α.
15
                Oh, okay. Because you filed as Atlas
          Q.
16
     Brewing Company?
17
                The Brewing Company is Atlas/Seven Ten,
     and Lucky Strike Corp is Seven Ten/Atlas.
18
19
                Okay. Perfect. Thank you.
20
                I'm going to introduce what's labeled
     as Opposer's Exhibit 16.
21
22
                          (Opposer's Exhibit No. 16
23
                          marked for identification.)
24
0056
```

```
1
     BY MS. KHORSHID:
 2
                Steve, are you familiar with this
          Q.
 3
     document?
 4
          Α.
                Yes.
 5
                What is it?
          0.
 6
                So this is from the State of Illinois
 7
     that let's me have an assumed name for my
 8
     corporation.
9
          Q.
                And when you say "this is," is it a
     cover letter?
10
11
          Α.
                This is a letter from the office of the
12
     Secretary of State, yes.
13
                Okay. And this exhibit has two pages,
          Q.
     is that correct?
14
15
                That's correct.
          Α.
                Okay. And just focussing on page A 29
16
17
     of Opposer's Exhibit 16, what's the date on that?
18
          Α.
                That's May 29, 2012.
                So is it safe to say that on May 29,
19
20
     2012 the State of Illinois knew that you were
     doing business as Seven Ten/Atlas?
21
22
                When it comes to Lucky Strike Corp,
23
     yes.
24
          Q.
                Okay. If you can turn to the same
0057
1
     exhibit, but labeled A 30.
 2
          Α.
                Yes.
 3
                What's the date on that?
          0.
                So this is dated 5/29 of 2012.
 4
          Α.
 5
          Q.
               And when it says -- has it been filed?
 6
                It was filed, yes.
          Α.
 7
          0.
                And filed with who?
 8
          Α.
                The Secretary of State, Jesse White.
9
          Q.
                And what is the corporate name on that
     application to adopt a change?
10
                This is the Lucky Strike Corp adopting
11
12
     the name of Seven Ten/Atlas.
                Okay. And who signed that?
13
          Ο.
                I did.
14
          Α.
15
                And with respect to Lucky Strike, what
          Q.
16
     are you?
17
                I'm the president of Lucky Strike Corp.
          Α.
18
          Q.
                Okay.
19
                One more thing. This was dated April
          Α.
20
     25th of 2012.
21
          Q.
                Okay.
22
          Α.
                And then the Secretary of State stamped
23
     it May 29th.
24
          Q.
                Okay. Did you pay any taxes in the
0058
1
     name of Atlas/Seven Ten?
 2
          A. Yes.
 3
                          (Opposer's Exhibit No. 17
 4
                          marked for identification.)
```

```
5
    BY MS. KHORSHID:
 6
                I'm going to introduce what's labeled
 7
     as Opposer's Exhibit No. 17.
                Are you familiar with this document?
 8
9
                Yes.
          Α.
                What is it?
10
          Q.
11
          Α.
                So this is a sales tax form that we
     have to file monthly.
12
13
          Q.
                And how are you familiar with it?
14
                We file it every month, and I signed
          Α.
15
     it.
                And did you file sales tax every month
16
          Q.
17
     under the name Atlas/Seven Ten?
                So this one -- okay. So because our
18
19
     license is in the name of Lucky Strike Corp, we
     file all our taxes in that name as well.
20
                Okay. And these taxes are for what?
21
          0.
22
          Α.
                These are sales taxes.
23
                Do they represent any sort of alcoholic
24
     liquor purchases?
0059
1
          Α.
 2
                At this time, were you selling beer
          0.
 3
    under the Atlas name?
                Well, we were selling beer, you know,
 4
 5
     at retail, like beer for sale like we would do in
6
     our business. Is that what you mean?
 7
          Q.
               No, using the name Atlas.
 8
               Using the name Atlas. We weren't
9
     selling Atlas branded beer at this point.
                Okay. What's the date on this sales
10
          Q.
11
     tax return?
12
               This is for May of 2012.
          Α.
13
          Q.
               Okay. So at that time, you weren't
14
     selling for profit, right?
                We weren't selling Atlas -- we weren't
15
16
     allowed to sell Atlas beers at that time, but we
17
     were selling, you know, other beers, restaurant
18
     food and bowling.
19
                          (Opposer's Exhibit No. 18
20
                         marked for identification.)
21
     BY MS. KHORSHID:
22
                Okay. I'm going to show you another
23
     document which I've labeled as Opposer's
24
     Exhibit 18.
0060
                Are you familiar with that document?
1
2
                Yes.
          Α.
 3
          Q.
                And how are you familiar with it?
 4
                So that is a contract between Atlas
 5
    Brewery and Contract Industries who provided us
 6
     furniture, booths.
 7
                Okay. Is that your signature at the
          Q.
 8
     bottom?
```

```
Α.
                Yes.
10
                So I'm assuming you signed this
          Q.
11
     contract?
          Α.
12
                Yes.
                And Contract Industries provided you
13
          Ο.
     booths for Atlas Brewing?
14
15
          Α.
                Yes.
                And what did you purchase under this
16
          0.
17
     contract?
                We purchased booths, two single booths,
18
          Α.
19
     five doubles, and two U-shaped booths.
                And what was the date of that contract?
20
21
                The contract is dated April 11th.
22
     signed it on April 16th of 2012.
23
                And how much was the value of that
                How much did you pay them or were
24
     contract?
0061
1
     required to pay them?
                The total price was $30,042.
 2
 3
                And that was all for Atlas, correct?
          Ο.
 4
                All for Atlas.
          Α.
 5
                Okay. Just to be clear, Steve, who is
 6
     the letter addressed to?
 7
                Atlas Brewery.
          Α.
 8
                       Now, we talked about the signs,
 9
     and the signs on Lincoln Avenue. So I'm assuming
     you commissioned signs to be made?
10
11
          Α.
                Yes.
12
          0.
                Did you do that or did someone else at
13
     Atlas Brewery?
                I did that.
14
          Α.
                          (Opposer's Exhibit No. 19
15
16
                          marked for identification.)
17
     BY MS. KHORSHID:
18
          0.
                I'm going to introduce what's labeled
19
     as Opposer's Exhibit No. 19.
20
                Are you familiar with this document?
21
                Yes.
22
                MR. DANNENBERG:
                                  Can you give me one
23
          minute to read this document?
24
                MS. KHORSHID: Sure, absolutely.
0062
                MR. DANNENBERG:
                                  I note my objection to
1
 2
         this document as being an unproduced document
 3
          that would be responsive to at least one of
 4
          our discovery requests.
 5
                MS. KHORSHID: I believe we did produce
 6
          that.
 7
                MS. KING:
                            I've never seen that.
 8
                MR. DANNENBERG:
                                  I maintain my
 9
          objection.
                MS. KHORSHID: Okay.
10
11
     BY MS. KHORSHID:
                We talked about -- moving forward, what
12
          Q.
```

- 13 is that document, Steve? 14 So this is a rendering of the signs I 15 talked about before on the -- that would go on the building at 2747 North Lincoln. 16 Who is the company that you contracted 17 18 with? 19 Α. Best Neon Sign Company. 20 Okay. And what was the date that, you 0. 21 know, they were contracted? 22 April 27th of 2012. Α. 23 Q. And what did you contract them to do? 24 So I contracted them to produce two Α. 0063 signs, one on the face of the building, which I 1 2 think I mentioned earlier, was about eight feet 3 long. That was an illuminated sign. And then 4 there was what I called the blade sign, which 5 hangs perpendicular to the building, which is 6 actually two feet six by four. I said three. 7 was close. 8 But you were the person that contracted Q. 9 with Best Neon Sign Company? 10 I did, yes. You talked to them about putting up the 11 Q. 12 sign? Yes, I did. 13 14 Okay. And were they eventually the Q. 15 sign company that put up the signs for Atlas? 16 Α. Yes. 17 0. Now, part of, you know, having a sign 18 in general is you would have to get some sort of 19 approval with the City of Chicago, is that 20 correct? 21 Α. That's correct. 22 Q. Okay. Especially if you have a sign on 23 Lincoln Avenue that's eight feet tall? 24 Α. Especially. 0064 1 Or if you have a blade sign that, you 2 know, kind of goes over the public way, is that 3 correct? 4 Yes, that's correct. Α. 5 And are you familiar with the process Q. 6 of applying for a sign with the City of Chicago? 7 Α. Yes. 8 Do you have to file a formal Q. 9 application to get a sign permit? So the sign company usually takes care 10 Α. 11 of that. 12 0. Okav. 13 But I know you have to file a public 14 way permit, because you have to pay an annual fee
  - Q. Okay. I'm going to introduce what's

15

16

for that.

```
labeled as Opposer's Exhibit No. 20.
17
18
                          (Opposer's Exhibit No. 20
19
                          marked for identification.)
20
     BY MS. KHORSHID:
                Is this the public way application that
21
          0.
22
     you're talking about?
23
          Α.
                Yes.
24
                MR. DANNENBERG:
                                  Same objection.
0065
1
          never seen this document, and it would have
 2
         been responsive to at least one document
 3
          request.
 4
                MS. KHORSHID: Okay. I'm just going to
 5
          go forward.
6
     BY MS. KHORSHID:
 7
                So any time you put up a sign in the
 8
     City of Chicago that hangs over the public way,
9
     are you legally required to obtain a sign permit?
10
          Α.
                Yes.
                And how do you know that?
11
          Q.
12
               You cannot put up a sign without a
13
     permit.
14
          Q.
                Okay. Do your other restaurants have
     signs in which case you've had to apply?
15
                Yes. I've done it before.
16
          Α.
17
                Okay. So if I put up a sign that says
     Atlas and it's over the public way, I wouldn't be
18
19
     able to put it up unless I have a sign permit, is
20
     that correct?
21
          Α.
                That's correct.
22
                Okay. And could I obtain these
23
     documents generally? Are they in the public
24
     domain?
0066
1
                I think you can get copies of this if
     you file a Freedom of Information request.
 2
 3
                Okay. What's the date of your sign
          Q.
 4
     application?
 5
               April 27th of 2012.
 6
          Q.
                And who signed it?
 7
          Α.
                I did.
 8
                And did you personally file this?
          Q.
9
          Α.
                Yes.
                       The sign application has how
10
          Q.
                Okay.
11
     many pages?
12
          Α.
                Seven.
13
                Okay. If we go to what's labeled as
14
     page five of seven in Opposer's Exhibit No. 20 --
15
          Α.
                Yes.
16
                -- it talks about the streets where the
          Ο.
17
     sign is on.
18
                What streets do they mention?
19
          Α.
                Lincoln Avenue.
20
                And when it says describe in detail how
          Q.
```

the public way is to be used together with a 21 22 description of the location, is there any mention 23 of the Atlas name? 24 Α. Yes. 0067 1 Okay. And what does it say? Q. 2 Α. It says, see sketch: Atlas 2. Okay. What else does it say about the 3 0. 4 sign? 5 It says, two signs project over the Α. 6 public way. 7 And you told us today that this -- you 8 could fill out a FOIA and request this 9 information? 10 Α. I think everything that you do with the city is public information. 11 12 Ο. Okay. 13 (Opposer's Exhibit No. 21 14 marked for identification.) 15 BY MS. KHORSHID: 16 I'm going to introduce what's labeled 17 as Opposer's Exhibit No. 21. I'm going to show 18 that to you. 19 Steve, are you familiar with this 20 document? 21 Α. Yes. 22 What is it? Q. 23 This is from the City of Chicago Α. 24 Department of Business Affairs of the public way 0068 1 use unit. 2 And do you remember the public way 3 application we just talked about right now? 4 Α. Yes. 5 0. Is that related to this document? 6 Yes. You have to get a right of public 7 way in order to do the sign. So we started 8 this -- it looks like this was an ordinance passed 9 in November of 2011 to allow us to go over the 10 public way. 11 Okay. And when was this letter printed 0. 12 from the City of Chicago? 13 It was printed on May 3rd of 2012. Α. Okay. And who is it addressed to? 14 Q. 15 It's addressed to Seven Ten/Atlas, care 16 of, at the time, my assistant C.C. Grant, 2747 17 North Lincoln in Chicago. 18 And when was this approval issued? Q. 19 It was printed on May 3rd, but it looks like -- according to this, it looks like the 20 21 ordinance was passed on November 2nd of 2011.

But it was issued on what date?

It was issued on May 3rd of 2012.

Okay. And essentially what does this

22

23

24

Q.

Α.

Q.

```
0069
1
     let you know you can do?
 2
                It let's you know that you can put a
 3
     sign over the public way.
 4
                And when you can put a sign, does that
 5
     mean you, personally, or Atlas can put up a sign?
 6
                It means Atlas, the business.
 7
                Okay. And then is that regarding the
 8
     signs that we just talked about, the Atlas signs?
 9
                Yes.
          Α.
10
                Okay. Had you applied for any other
     signs for any of your other businesses at this
11
12
     time?
13
          Α.
                Not at this time.
14
                Okay. But this was only regarding the
15
     Atlas?
                It was only regarding the business,
16
          Α.
17
     yes.
18
          Q.
               Not Lucky Strike?
19
          Α.
                No.
20
                Not Seven Ten?
          Q.
21
          Α.
                No.
22
          Q.
                Just the Atlas signs?
23
                Just to clarify, we already had a
24
     public way permit for the Seven Ten sign.
0070
1
          Q.
                But you didn't have one for Atlas, and
2
     this was --
 3
                Because it was a new sign.
 4
                And so part of getting this approval
 5
     letter would have required you to file the
     pictures with the city alongside that application,
 6
7
     is that correct?
 8
          Α.
                That's correct.
9
                Okay. I'm going to rewind a little bit
     and talk to you about the architect plans.
10
11
                You told us today that they cost you
     about $45,000 to $50,000, correct?
12
13
                I seem to recall. I don't know the
14
     exact number.
15
                Okay. Do you remember working with an
     architectural firm at all?
16
17
          Α.
                Yes.
          Q.
               And what was the name of that firm?
18
19
          Α.
               Barker Nestor.
20
               Okay. Why did you choose them?
          Q.
21
                I always use Barker Nestor.
          Α.
22
                Do they do a lot of hospitality
          Q.
23
     projects?
24
                They do a lot of hospitality. They've
          Α.
0071
1
     done most of mine.
2
          Q.
               Okay. Do they do breweries?
 3
          Α.
                This was actually their first brewery.
```

```
They've done several.
 5
                I'm going to introduce what's going to
 6
    be labeled as Exhibit 22.
 7
                         (Opposer's Exhibit No. 22
 8
                         marked for identification.)
 9
     BY MS. KHORSHID:
10
          Q. Is that one of the invoices from Barker
11
    Nestor?
12
          Α.
                Yes.
13
               Okay. And how do you know that?
          Q.
14
                It's from Barker Nestor and billed
15
     to -- the project is Atlas Brewery on Lincoln
16
     Avenue.
17
                Is that the only bill you got from
          Q.
18
     Barker Nestor or one of many bills?
                This is one of many.
19
20
                Okay. And this was for doing what?
          0.
21
                This was for designing and helping us
22
     build the Atlas Brewery.
23
                What's the date of that contract?
          Q.
24
                Well, the date of this invoice is April
          Α.
0072
1
     2012. I don't recall the date of the contract.
 2
                Okay. Would it be prior to April of
 3
     2012?
 4
                Yes. It was -- we started them in
          Α.
 5
     2011.
 6
               Okay. But they invoiced -- this is one
 7
     of --
 8
          Α.
               This is one of the later invoices.
9
               Okay. And it talks a little bit about
     preliminary work, is that correct?
10
11
          Α.
                Yes.
12
          Q.
                Okay. It talks about preliminary
13
     zoning, is that correct?
14
          Α.
                Yes.
15
                And it talks about preliminary design,
          Q.
16
     is that correct?
17
                Yes.
          Α.
18
                And you told us today that this invoice
19
     was dated April of 2012, April 27th, is that
20
     correct?
21
                Correct.
          Α.
22
               Okay. And so when they talk about
23
     preliminary zoning and preliminary design, can you
24
     tell us a little bit about what preliminary means?
0073
1
                Yes. So when we started the architect
          Α.
     on this project in 2011, the first thing you do is
 2
 3
     you look at whether or not you can actually do it.
 4
     So they looked at zoning, building codes and
 5
     things like that to see whether or not the city
 6
     would allow a brewery at this location.
```

Okay. And was that the Atlas Brewery?

7

Q.

```
8
                The Atlas Brewery, yes.
9
                Okay. And it says something on the
     project.
10
               It says project. What's the name of --
11
     on the invoice, what is the project?
12
                The project name is Atlas Brewery.
13
          Q.
                Okay. And that's written on the
14
     invoice, correct?
15
          Α.
                Yes.
16
                What's the address of Atlas Brewery?
          Q.
17
                2747 North Lincoln Avenue.
          Α.
18
                And if you scroll down that invoice to
     the heading that says previous payments, do you
19
20
     see that?
21
          Α.
                Yes.
22
                It says -- it lists two checks, doesn't
23
     it?
24
                It does.
          Α.
0074
1
          Q.
                And one of them is check No. 2, isn't
 2
     it?
 3
                That's right.
          Α.
 4
                Okay. And what's the date of check
          Q.
 5
     No. 2?
 6
                Check No. 2 is July 20th of 2011 for
          Α.
 7
     $8,000.
 8
                And what's the date of check No. 4?
          0.
9
                Check No. 4 is August 26th of 2011.
          Α.
10
                So is it safe to say that you might
11
     have started working with them on July 20th, on
12
     the Atlas project, of 2011?
13
                I would probably say before.
          Α.
                Okay. Now, you obviously talked about
14
15
     spending money on architectural designs today,
16
     correct?
17
          Α.
                Yes.
18
                And you talked about hiring the sign
19
     guy to, you know, come -- you know, to construct
20
     the sign, is that correct?
21
          Α.
                Yes.
22
                And you talked about spending money on
23
     the branding and logo, is that correct, for Atlas
24
     Brewery?
0075
1
          Α.
2
                Where was that money coming from?
 3
                So that money came from a variety of
 4
     individuals and myself.
 5
                Are they investors?
          Q.
                So I have investors, yeah. It's a
 6
 7
     limited liability company, an LLC, and we have
 8
     probably 15 different investors.
 9
                Okay. And they all knew about the
10
     Atlas Brewery, correct?
                Yes.
11
          Α.
```

```
And they knew that you were brewing
12
          Q.
13
     Atlas beer, correct?
14
          Α.
                Yes.
                And when you shopped -- when you got
15
          Q.
     money from those investors, had you pitched them a
16
     brewery or had you pitched them an Atlas Brewery?
17
18
     How did that come about?
19
                We pitched them on Atlas Brewery.
          Α.
                And so they provided the money for the
20
          Q.
21
     project, correct?
22
          Α.
                Yes.
23
                Does Atlas Brewery have a bank account
          Q.
24
     where you pay all of these bills out of?
0076
1
          Α.
                Yes.
 2
                          (Opposer's Exhibit No. 23
 3
                          marked for identification.)
 4
     BY MS. KHORSHID:
 5
                Okay. I'm going to introduce what's
 6
     labeled as Opposer's Exhibit No. 23.
 7
                Are you familiar with that?
 8
                Yes. Looks like a copy of the Atlas
9
     Brewing Company bank statement.
10
                Are you a signatory on that account?
          Q.
          Α.
11
                Yes.
12
          Q.
                Are you the only signatory?
13
          Α.
               Yes.
14
               Okay. And so do you manage that
          Q.
15
     account?
16
          Α.
                I have a bookkeeper, but it's me.
17
                Okay. And when you write checks from
          Q.
     that account, is it for Atlas Brewing Company?
18
19
          Α.
                Yes.
20
          Q.
                Okay. What's the date of the statement
     that's in front of you?
21
                So this statement is for the month of
22
23
     May of 2012.
24
          Q.
                Okay. So just to be clear, Opposer's
0077
     Exhibit No. 23 has labels of A 46 to A 51.
1
 2
                Are those documents in your packet in
 3
     front of you?
 4
                Yes.
          Α.
 5
                So just focussing on page A 46 of
 6
     Opposer's Exhibit No. 23, what's the date of that
 7
     statement?
 8
                The date of the statement is May 31st
          Α.
 9
     of 2012.
10
          Q.
                Okay. And what is that, the current
11
     statement?
12
                This would be the current statement as
13
     of May 31st, 2012. So it covers the entire month
     of May of 2012.
14
15
                Okay. And it says something about a
          Q.
```

```
16
     last statement date.
17
                Last statement date is April 30th of
18
     2012.
19
          Q.
               Okay. And so I'm assuming that there
20
     was a prior statement dated --
21
          Α.
                Yes.
22
          Q.
                -- April 30, 2012.
23
                Did you use this account to pay for
24
     most of the Atlas expenses or all of them?
0078
1
                100 percent was -- this was the
 2
     business account for Atlas Brewing Company.
 3
                Okay. And this is where you made
 4
     deposits, and this is where you paid out any sort
 5
     of expenses?
 6
          Α.
                Yes.
 7
                If you turn to A 49 of Opposer's
          Ο.
 8
     Exhibit 23, I just want to focus your attention on
 9
     just, you know, one entry. It says May 24th.
10
     is Paycor?
11
                That's our -- they write our employee
          Α.
12
     checks.
13
                Okay. And underneath the Paycor name
14
     on that May 24th entry, so the second one down --
15
     there is a first one and then the second one down,
16
     what's underneath Pay Core, Inc.?
17
                Atlas Brewing Company.
18
                And so do your employees -- were your
19
     employees getting checks in the name of Atlas
20
     Brewing Company?
21
          Α.
                Yes.
22
                So is it safe to say that, you know, as
23
     early as, if not earlier, May 24, 2012, your
24
     employees were getting checks in the name of Atlas
0079
1
     Brewing Company?
 2
                That's correct.
          Α.
 3
          Q.
                Who is Heartland Payment?
 4
                That's our credit card processor.
 5
          Q.
                Okay. And --
 6
                So any time someone does a transaction
7
     and pays with a credit card, it comes through
 8
     Heartland.
 9
                Okay. And then if you go back to -- if
          Q.
10
     you turn the pages and go to what's labeled A 48.
          Α.
11
                Yes.
12
                Is there a May 10th entry from Paycor
     under the name Atlas Brewing Company?
13
14
          Α.
                Yes.
15
          Ο.
                Okay. Had you contracted with Paycor
16
     in May or prior to May?
17
          Α.
                Prior to May.
                Okay. So Paycor was paying your
18
19
     employees, you know, based on this statement, just
```

```
for this statement alone, as early as May 10th and
20
21
     as late as May 24th?
22
          Α.
                Correct.
23
          Q.
                Okay. I mentioned Heartland Payment
24
     Systems before. And you said that was your credit
0080
1
     card processing company?
 2
          Α.
                Yes.
 3
                         (Opposer's Exhibit No. 24
 4
                        marked for identification.)
 5
     BY MS. KHORSHID:
 6
                I'm going to introduce what's Exhibit
 7
     No. 24 to you. Are you familiar with this
 8
     document?
 9
          Α.
                Yes.
                Okay. And what is it?
10
          Q.
                This is a statement from Heartland, our
11
12
     merchant processor.
13
          Q.
                Okay. And what's the date of that
14
     statement?
15
                May 31st of 2012.
          Α.
16
                And had you contracted with Heartland
17
     on May 31st of 2012?
18
          Α.
                No.
19
          Q.
                That was just the statement date,
20
     correct?
                That's the statement date. Prior to
21
          Α.
22
     that date.
23
          Ο.
                And who is this statement made out to?
24
          Α.
               Atlas and Seven Ten.
0081
1
          0.
                And what was the address?
 2
          Α.
                2747 North Lincoln Avenue in Chicago.
 3
          Q.
                Okay. And when you contract with
 4
     Heartland Payment Systems, how do you contract
 5
     with them? What's the process?
 6
                So you have -- obviously, you sign a
          Α.
 7
     contract with Heartland. And then all of your
 8
     point-of-sale systems, whatever you're selling,
9
     has to go through them. And every time someone
10
     does a credit card, the money goes through
11
     Heartland, and then eventually comes to us.
12
                And how do they bill, every 30 days?
          Q.
13
          Α.
                Once a month.
14
                So if this is dated May 31st, 2012, is
15
     it safe to say you at least had them -- you know,
     you had contracted with them in April?
16
17
                Yes.
          Α.
18
          Q.
                Of 2012?
                Before -- certainly before May of 2012.
19
          Α.
20
               Okay. Now, we talked a little bit
21
     about the architectural plans for the space.
     prior to doing the architectural plans and fitting
22
23
     the tanks into the space, you had to actually have
```

24 a space, correct? 0082

A. Correct.

- Q. Okay. And when did you start looking at spaces for Atlas Brewing?
- A. Because I have another entity that already owns the building, I already knew that I wanted to do this space, because it was my building. So from the minute we decided in 2010 we wanted to do it, it was just trying to figure out how we were going to do it in our space.
- Q. Okay. And when you say, "figure out how we were going to do it," what did that entail?
- A. So that entailed talking to Ryan Nestor from Barker Nestor to see whether or not we were -- he did a code analysis, building code, zoning, things like that, whether or not we could do a brewery at that location.
- Q. And when you hired employees or independent contractors, who did they think that they were working for?
  - A. Atlas Brewing Company.
- Q. Okay. How did you represent that they were working for Atlas Brewing Company?
- A. Anything we did, it was always in the  $\operatorname{Atlas}$  name.

- Q. Okay. Did you ever put up any signs or, you know, pull out any classifieds to notify people --
  - A. Sure.
  - O. -- of the Atlas name?
  - A. I'm sure we did.
- Q. How did you recruit your employees or independent contractors?
- A. So we either probably put something on the web for jobs or we -- and we also put up a sign that said Atlas Brewing Company now hiring.
- Q. And when your employees were hired, who did they think that they were working for?
- A. Well, Atlas Brewing Company. And as an aside, we had current employees that we had working at Seven Ten that we rehired as Atlas Brewing Company employees once we did the renovation.
- Q. Are your employees required to wear a uniform?
- A. We don't really have a uniform. We have more of a guideline. But some employees are required to wear a branded T-shirt, things like that.

Q. Okay. When you say "some employees are required to wear a branded T-shirt," who wears

branded T-shirts? 3 4 Usually the food runners and busboys. 5 Does your brewmaster wear a branded Q. 6 T-shirt? 7 Α. They like to wear a branded T-shirt. 8 And when I say branded T-shirt, what 9 does that mean? 10 That means things that have the Atlas 11 logo on it. 12 Can you tell us what that T-shirt looks Q. 13 like? 14 Typically, the T-shirts we have are --I think the ones we had then and now, black with 15 the gold Atlas Brewery logo. 16 17 Okay. And when did your employees start wearing the branded T-shirts? 18 19 They started wearing T-shirts when we 20 first started probably training in 2012. 21 Okay. And is that early, mid, late? 22 Do you know approximately what date? Right around the time we got open for 23 24 business, so right around June of 2012. 0085 1 Okay. And they were wearing the branded T-shirts? 2 3 Α. Yes. 4 Okay. Did you have any contracts with 5 any other entities besides Seven Ten or Lucky Strike to sell Atlas beer? 6 7 We didn't really have any contracts 8 prior to selling -- say that again? 9 Did you sell Atlas beer to anyone else 10 besides Seven Ten? 11 After we started, yes, we did. 12 Who did you sell it to? So we sold our beer through a 13 14 distributor, Artisan Distributing, to other 15 accounts --16 Q. Okay. 17 Α. -- around town. 18 And do you know approximately when you 19 started selling it to other accounts around town? 20 We started selling through a Α. 21 distributor -- I don't recall the exact date, but 22 I want to say a little over a year ago. sometime in 2013 we started selling to other 23 24 accounts. 0086 1 And when did you formally adopt the 2 name Atlas for your beers? 3 Α. Right. It was when we started. 4 Q. Okay. 5 It was always going to be that. Α. Because you were Atlas Brewing Company Q.

- 7 when you filed, but you called them Atlas beers 8 when? 9 Α. Oh, when we first started. We sort of 10 referred to Atlas Brewing Company, being the name 11 of the brewing company, and then the Atlas beers 12 are our line-up of beers, so from the very 13 beginning. 14 Ο. Okay. And when did you first begin 15 brewing beer under the Atlas name? Well, we were -- John and Ben were 16 17 brewing, you know, test batches and things like that. We started brewing when we got our 18 19 equipment. So you told us today that you 20 Q. Okay. 21 came up with the name in 2011? 22 Α. Yes. 23 Ο. So when John and Ben were brewing test 24 batches, were they brewing Atlas beer test 0087 1 batches? 2 Α. Yes. 3 And who were they brewing Atlas beer 4 test batches for? 5 Well, at the time they were brewing it for us, part of the management team. They were 6 7 brewing it for their friends, family, and our 8 employees to try our beer. 9 And how about potential investors? Ο. 10 Absolutely. If they were around during 11 a tasting, they were more than welcome to come. 12 Q. So I'm assuming you had tastings for 13 Atlas beer? 14 Α. Yes. 15 Q. And your friends came? Yes. 16 Α. 17 Q. Your family came? 18 Α. Yes. 19 Ο. Members of the community came? 20 Α. 21 Q. Your investors came? 22 Α. Yes. 23 And all those people knew that it was named Atlas beer? 24 0088 1 Yes. We made no secret of it. Α. Now, do you remember when you first 2 3 started offering the beer under the Atlas name for 4 sale, not so much of brewing and tastings, 5 anything?
  - A. So we first -- we got our brewers' notice in July of 2012, and that's when we started selling it to the public.

    O. Okav. And where did you first start
  - Q. Okay. And where did you first start offering Atlas beer for sale?

6

7

8

9

At first it was just at the brew pub on 11 Α. 12 Lincoln Avenue. 13 And then afterwards? Q. 14 We started selling around town. But we 15 did participate in a lot of festivals and things 16 like that. 17 Q. When you say "festivals," what type of 18 festivals are we talking about? Beer festivals. There are numerous 19 20 beer festivals all around town. We've been to -we go up to Madison for a beer festival. We've 21 been to -- you know, all around Chicago really. 22 Okay. And do those beer festivals only 23 attract -- in your experience, only attract 24 0089 Chicago beer aficionados? 1 2 They attract beer connoisseurs No. 3 from all over the country. 4 Okay. And when you participate in a 5 beer festival, what's the process in doing that? 6 A lot of times you have to get invited 7 to certain festivals. And then you agree, and 8 then you show up and let people try your beer. 9 And when you were showing up to these 10 beer festivals in Madison, Wisconsin and Chicago, 11 was the beer named Atlas beer? 12 Α. Yes. 13 And do these festivals promote the 14 beers that are featured at the festivals? 15 Α. Yes. 16 How do you know that? Q. 17 We put their posters up in our 18 establishment. They have email lists and websites 19 and things like that. 20 Q. Okay. And do you put them up on your 21 website? 22 Α. Then we'll put them up on our Yes. 23 website. We'll put them on our Twitter. We'll 24 tweet it out, put it on Facebook, things like 0090 1 that. 2 Do you get any out of town visitors at 3 the brewery right now? 4 Yes. Α. 5 Q. Did you get them back in 2012? 6 Right when we opened. Α. 7 Okay. And when I say out of town, are 8 they from the suburbs of Chicago or where are they 9 coming from? I don't know where everybody comes 10 11 from, but they're from all over, some from 12 Chicago, some from the suburbs, some from all over 13 the country.

Okay. Do you recollect when you first

14

Q.

created purchase orders for Atlas-branded 15 products, like, for other distributors or whatnot? 16 17 To sell our product? 18 Q. Yes. 19 Α. It was probably in 2013. 20 How about sales invoices? Q. 21 Α. I'm sure we did. We created those, 22 yes. 23 Okay. Do you know approximately what Q. 2.4 date? 0091 1 If we had sales invoices to other -- to 2 distributors that was then distributed to other 3 restaurants and bars, it would have been in 2013. 4 Okay. And were you selling beer in 5 July of 2012? 6 We were selling beer at our location in Α. 7 2012, yes. 8 And did you provide customer receipts 9 with the Atlas name? Α. Yes. 10 Okay. You told us a little bit about 11 12 your distribution agreement with Artisan Beers, is 13 that correct? Α. 14 Yes. 15 Q. When did you first start negotiating 16 those agreements? 17 We probably started talking to Artisan Α. 18 in early 2013. 19 Q. And they knew you as Atlas beer? 20 Α. Yes. 21 Ο. When did you execute any agreements to, 22 you know --23 Α. I think it was around May of 2013. 24 Did you participate in any festivals in Q. 0092 1 Indiana? 2 I don't recall a festival -- I know we 3 did a promotion in Gary with a brewery that's a 4 fend of Ben's. And when you say you did a promotion in 5 Ο. 6 Gary, what did that entail? 7 Like a tap takeover. Α. 8 I don't know what a tap takeover is. 9 We basically brought several of our -of Atlas beers to that particular bar, and people 10 tried it. We, you know, promoted it with them. 11 12 Q. And was the logo prominently displayed? 13 Α. Yes. And where is the logo on -- if you can 14 15 describe the logo on a bottle of Atlas beer for 16 me. 17 Well, we don't have bottles. 18 have growlers. So they're in the middle of the

- 19 growler.
  20 O. Okay. Do you have cups th
  - Q. Okay. Do you have cups that bear the Atlas name?
  - A. We have glassware that has the Atlas name.
    - Q. Okay. Do you know of any other

1 c

contract negotiations under the name Atlas Brewing Company that we didn't talk about today?

- A. Now we're with a different distributor. We just started with Lakeshore Distributing. We're no longer with Artisan. But that's it.
- Q. And you filed your trademark for Atlas Brewing Company on October 24, 2012, is that correct?
  - A. Yes.
- Q. Okay. And why did you wait until then to file the trademark?
- A. Well, we were so busy just trying to get open for our business. We did come talk to you at some point, I don't know exactly when, about filing a trademark. And we just were doing our business, trying to just, you know, get in business, get open, and then we filed the mark.
- Q. Okay. At the time that you came to your lawyer, you know, our firm, to file the mark, had you known of anyone else that was doing -- anyone else that was selling beer or any other similar products under the Atlas name?
- which we did. I don't know when we did the search. But in addition to my Internet searches and my own personal research, we did an official search, didn't find anyone, and then we filed our mark.
- Q. And when you were participating in these festivals in Wisconsin or doing, you know, these promotions in Indiana, had you run across anyone that was selling beer in the name Atlas or anything close to beer or alcoholic beverages?
  - A. No.
- Q. Okay. And when you were participating in any other promotional activities that you did on the Internet or anything that Rewards Network, for example, had you participate in, had you come across anyone that was using the name Atlas or had any similar products?
  - A. No
- Q. You told us a little bit about the usage -- you know, how you picked the name today, right?
- 22 A. Yes.

Can you put a -- can you give us a 23 24 general idea of when you first considered using 0095 1 the name Atlas? 2 Α. It was probably in 2010. 3 And did you come up with the name Atlas 4 by yourself? 5 I think probably it started out -- I Α. 6 think it was me, yeah, who found it. 7 Did you talk to Ben and John at all? Q. 8 Α. Yes. 9 And I'm talking about Ben and John the 10 brewmasters. 11 Sallers, yes. Α. 12 In your branding proposition, does Atlas refer to any sort of historical figure? 13 For us, as I said before, it refers to, 14 15 first and foremost, historic -- the brewery that 16 used to be in Chicago, and then obviously the 17 secondary meanings of the god, and then Atlas as a 18 map. 19 And why did you finally decide to adopt 20 the name Atlas? What was it? We liked -- we just liked the name. 21 22 liked the -- it sort of implies strength. 23 begins with A. I mean, it's as simple as that. 24 Q. Yes. 0096 1 It just felt right. And there were so

- many great opportunities for us to name our beers things that were related to Atlas.
- Ο. Did you ever consider use of any other trade names --
  - Α. Yes.
  - -- besides Atlas? Q. What were they?
- I think the second to Atlas was Α. probably one called Monarch. I didn't even do the research on that one, but that was another brewery.

And in fact, you know, when we were -if you go into Atlas Brewing Company, we talk a lot about the history. And there's a -- we have, basically, a display of all the old Chicago breweries as part of our theme.

- And did that take a long time to come Q. up with?
  - Α. Oh, yeah.
  - Q. Okay.
- Just doing the research. We hired somebody to research images from past breweries in Chicago.

0097 1

2

3

4

5

6

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8

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10

11

12

13

14

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16 17

18

19

20

21

22

23 24

> And are those images in the actual Q.

```
location?
 2
 3
                Yes.
          Α.
 4
                Okay. And did that take a lot of time
          Q.
 5
     to do?
 6
          Α.
                Yes.
 7
                Besides beer, what other products do
8
     you offer with the Atlas name?
 9
                So we sell food. It's because we're a
10
     full-service restaurant. And we also sell food,
     beer, liquor, wine and bowling.
11
12
                Do you have any other, sort of,
13
     collateral that you sell?
                Besides merchandise?
14
15
          Q.
                Yes, merchandise.
                We sell T-shirts, hats, growlers,
16
     koozies that hold your growler, and glassware.
17
                And who usually buys those?
18
          0.
19
          Α.
                Our customers.
                Do you sell those on the Internet at
20
          Q.
21
     all?
22
                We do.
         Α.
23
                Do you have people from out of state
24
     buying any of those --
0098
1
          Α.
                Yes.
 2
                -- growlers?
          Q.
 3
                Not the growlers, but definitely
 4
     glassware and T-shirts.
 5
                Okay. Now, to brew a batch of Atlas
6
     beer, how long does that usually take you to do?
 7
                Well, I'm not the actual brewer, but it
8
     takes about two weeks from start to fermentation
9
     to be ready to serve.
10
                Pardon my ignorance. I've never brewed
     a batch of beer. But is it like a recipe? Do you
11
     have to have a recipe?
12
13
          Α.
                Yes.
14
          Ο.
                Do you have to have multiple batches?
15
     How does that work?
16
                So typically, I think, what our brewers
17
     do is they develop their recipe. They try it out
18
     and obviously little adjustments are made, but
19
     it's basically a mixture of grain and water,
20
     yeast, and then you wait for it to ferment. And
21
     then you oxygenate it and it's ready to go.
22
                And on average, you know, from your own
          Q.
23
     personal experience, how long does it take to get
24
     the perfect batch?
0099
                I think that Ben and John have worked
1
2
     on their recipes for months prior to the ones that
 3
     we put in the equipment now. You know, they were
 4
     doing small batches at first. Then they have to
```

revise their recipe. But it takes a long time to

perfect it.

- Q. To perfect the recipe?
- A. Yes. I'm not even sure, if you asked them, if they would say it's 100 percent ready, to be honest with you.
- Q. And when they came up with what became your first batch that you sold in July 2012 that we talked about, how long did it take them to get to that point, do you remember?
- A. Well, we got the equipment delivered, and then they practiced on it. So it took a couple months to get that going.
- Q. And when you say "they practiced on it," is that the tastings that we talked about earlier?
- A. Yes. We did some tastings. Obviously we had tastings from their home batches that they brewed for Atlas recipes. And then they -- you know, you have to test out the equipment before
- you make the final payment. So we definitely -- we brewed in the equipment to test batches, official batches, whatever it was going to be.
- Q. Were you intimately involved in, you know, opening and, you know, the recipes and things of that nature?
- A. I was intimately involved with trying the product. I let those guys -- I had enough going on with just getting employees, systems, training. I let them handle the beer side.
- Q. Okay. And during the time that they were perfecting these recipes and putting out these batches and doing these home brews, were you engaging in any promotional activities prior to the sale of Atlas beer?
  - A. Yes.
- Q. Can you talk a little bit about the promotional activities?
- A. So we were talking to the press. We had developed our Twitter following. And Ben was -- he had his own Twitter following, and he created our Twitter page, our Facebook page, making announcements, talking to, like you said, Eater, talking to RedEye, which is another local
- publication. So there was a lot of effort going into getting ready for the opening.
- Q. When you say "we," you mean Atlas Brewing Company?
- A. Atlas Brewing Company, the team, Ben, John, myself, and Craig.
- Q. And then as you were, you know, perfecting the batches and getting ready to sell, to whom did you get involved -- strike that.

Who did you market the Atlas name to as you were getting ready to sell?

A. You know, we were marketing it to beer drinkers, clearly. And then having the location that we have in Lincoln Park, our neighbors, people who live around there. There's a lot of excitement that builds when you put a sign up, when you have a storefront that's redone.

There's a lot of people walking by, brewery tours, things like that. We were just constantly trying to talk word of mouth to everybody who we could to let them know about it.

- Q. So you just said brewery tours.
- A. Yes.

1 2

 Q. Can you tell us about what a brewery

tour would entail?

- A. So a brewery tour is basically people coming in. We don't have anything official, though we do have the ability to sign up now. But at the time it was just people walking by. We were very excited about our brewery, so we let people tour the brewery, the serving tanks, what it was going to be. And usually John or Ben, as brewers, would lead the tour and talk to people about Atlas Brewing.
  - Q. And Atlas beer, is that correct?
- A. Yes. And Atlas beer. That's what we were going to produce.
- Q. You told us today you're a hospitality industry veteran. But prior to putting out any sort of hospitality concept, it takes a lot of marketing and public relations efforts, doesn't it?
- A. It does. And we did a lot of work through our other locations to tell people it was coming as well.
  - Q. And your other locations being?
- A. Ones that are close by, Southport Lanes, Daily Bar and Grill, New Line. At the time

I think we had Riverview Tavern as well.

- Q. Okay.
- A. So anybody that had customers coming in, we wanted to talk about Atlas Brewing.
- Q. Did you do any Internet promotional activities?
- A. We did a lot of -- like I said, Twitter and Facebook was our primary means of letting people know we were out there.
  - Q. And had you purchased the domain name?
- A. Actually, I think we did that. I don't have the exact dates of when we did that, but it probably was right around the same time that we

```
formed the company in 2011.
14
15
          Q.
                Okay.
                In May, I'm guessing.
16
          Α.
                What are your gross annual sales for
17
          Q.
     Atlas-branded products including --
18
19
                So everything we do out of Atlas
20
     Brewing Company, LLC?
21
                Yes.
          Ο.
22
                We're tracking right now to be about
          Α.
23
     1.7, 1.8 million.
24
          Q.
                Okay. Have you ever had a customer
0104
1
     walk in to Atlas and confuse it with any products
     of Atlas Brew Works?
 2
 3
          Α.
                Yes.
 4
                You have?
          Q.
 5
                Yes.
          Α.
6
          Q.
                Now I want to talk to you about Atlas
7
     Brew Works.
 8
                When did you first become aware of
9
    Atlas Brew Works?
10
                I believe it was late 2012.
                                              I saw a
     press release, I think, that Atlas Brew Works was
11
12
     coming to DC.
13
          Q.
                Okay. And what was the company's name
14
     at that time?
                My company or their --
15
          Α.
16
                It was called --
          0.
17
                It was called Atlas Brew Works.
18
     don't know what the name of their entity was.
19
                And did you ever, you know, talk to any
20
     of the owners at Atlas Brew Works?
21
                Well, the first thing I did was I did a
22
     little research on Atlas Brew Works.
23
          Q.
                Okay.
24
               And I, of course, talked to my
0105
1
     attorneys, you guys, about this and what's going
     on. And then I immediately reached out to Atlas
2
 3
     Brew Works to ask them what was going on. So I
 4
     got on their website and sent them an email.
                And do you remember approximately when
 5
6
     you sent that email?
 7
                So I think I probably tried to get to
8
     them early in 2013. I know we had conversations
9
     about them. We talked about doing cease and
              And I didn't know what the situation was.
10
     desist.
11
                But then I -- probably about early
12
     2013, I reached out to Atlas Brew Works. I think
     it was probably in February. And I emailed -- I
13
14
     sent a general email to Atlas Brew Works. Justin
15
     responded.
                And Justin. Who is Justin?
16
          Q.
17
          Α.
                Justin Cox who is, I think, the head of
```

Atlas Brew Works in DC. 18 19 Why did you want to reach out to him 20 personally instead of going through your 21 attorneys? 22 Α. Well, you know, I thought that I could 23 talk to them and reason out what was going on. 24 They didn't have a brewery at the time. 0106 1 find out at that time that they had filed the 2 intent to use. So I didn't know what that meant, 3 but I knew that there was going to be a conflict. 4 I knew that we were already in 5 We were brewing beer. We were out business. 6 there. And they hadn't started yet. So I was 7 really hoping to talk to them and see what their 8 plans were, what they were going to try to do, and 9 to see if I could avoid some lengthy battle over a 10 trademark. 11 Q. Did you know them under any other name before that? 12 13 I didn't know anything about them. Α. No. 14 Had you known anything about Justin prior to that? 15 16 I didn't know anything about those Α. No. 17 guys until I met with them, got their names, and 18 of course then I found out where they went to 19 school, what they were doing. But I didn't know 20 anything about them. 21 Ο. Okay. Let's dissect that a little bit. 22 So you said in late 2012 you found out 23 that they had some sort of intent to use 24 application on file? 0107 1 Α. Right. 2 And you didn't know what that was. 3 you reached out to them fairly immediately, am I 4 correct? 5 Α. Yes. 6 Okay. And you said one of the ways 7 that you did that first was through email, 8 correct? 9 Α. Yes. 10 Okay. And then you said you met them? Q. So I decided that, you know, I would go 11 12 meet with them. I got on a plane, went to 13 Washington where they are. Okay. Just one second. 14 Q. 15 Yes. Α. 16 You got on a plane just to go meet 17 them? 18 Yes. Α. 19 And why did you do that? Q. 20 I did that because I -- you know, we're 21 in the same industry. We're in the same business.

There's a -- it's a very small community, as we talked about earlier. Everybody knows everybody. I didn't know them. I hadn't heard of them. 0108

I wanted to talk to them and see if there was some way we could work this out so we could both have our breweries.

- 0. Okay. And do you remember when that meeting was?
- I think it was in February of 2013. I don't remember the exact date, but I know that --I remember specifically we met at a Caribou Coffee in DC. And we sat down. I sat down with Justin and Will, who is the brewer. And we had a conversation about Atlas.
- And do you remember what that conversation entailed?
- Yes. I asked them -- first of all, I asked them what they were doing, what their plans And they said that they were going to start a brewery. They didn't have a location yet. the time they were really close to -- you know, they were still negotiating. Maybe they had signed it, just signed it. And I remember saying, well, I've been in business for almost a year, you know, is there something we can do where we can, you know, solve this.

And then we started having a

conversation about -- I asked -- I remember asking them, I go, how did you come up with the name Atlas. And they said, well, the place we're looking at is near the Atlas District in DC.

And then, of course, I just wanted to talk about my name, why I came up with my name. And I talked about the research that I did and how we really are -- we were just so excited about this project and how it was all about the history of Chicago and Chicago breweries. And Chicago was a city of neighborhood breweries, and it just made us so excited that we were going to resurrect an old name. And I just went on and on with them.

- Did you tell Justin and Will at the Q. time that you were on Facebook and Twitter?
- I don't know if I told them specifically then.
  - But were you on Facebook and Twitter? Q.
  - At the time, yes. Α.
  - Q. And who was sending out the tweets?
- Α. That was usually done by Ben, our Twitter page.
- And how did they react when you told them that you were Atlas Brewing Company?

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A. Well, that was interesting. I asked -- I said to them, I said, I had no idea you guys existed. Did you search for us. And they said, yeah, we knew you were there.

And I said, well, why didn't you reach out to me. Why didn't you -- you knew we were there. And they said, we didn't know what you were going to be. And I said, I don't know what that means. We have Atlas Brewing Company. What do you mean, what we were going to be. And they said, well, we thought maybe you could have been a craft beer bar or something like that.

And I said -- well, I mean, who knows what someone means. But that's crazy. We're Atlas Brewing Company. We were there. We made no secret about who we were. And he said, well, you should have gotten an intent to use. I said, I don't know what an intent to use is. I didn't even know what that was.

And that's when Justin told me he was a former -- he's a lawyer. He went to Vanderbilt -- he went to law school, and he had a passion for brewing. He was a home brewer, and he and his partner were doing a brewery. I said, well, I

just want to do my business.

- Q. Did you tell them that it was your name?
- A. Yes. I said we had it first. We were in business before you. And he said, it doesn't matter.
- ${\tt Q.}$  Did you try to discuss any resolutions with him?
- A. Yes. I said, is there anything we can do to -- you know, you guys haven't done a thing yet. All you've done is you've put a press release out there. I said, there's got to be something we can do.

And I wanted them to give me a, you know, financial number to make this go away. And he called me back and said, you can give us \$300,000. And I felt like that was extortion. I said, that's ridiculous.

- Q. Because you were the one to use it first?
- A. Yes. I said, you know, we have real costs, you know, we aren't going to change at that point. We were already in business for a year.
  - Q. Did he tell anything about a Volstead

1 name?

1 2

A. Yes. He did say that they -- in our conversations, he said that they first started out using Volstead. Then they found out there was a

```
conflict there, so they took the name Atlas,
 5
     because they were close to the Atlas District.
 6
 7
                And I said, but we're using the name.
 8
     You know, why didn't you reach out to us.
9
     they said, well, we filed the intent to use before
     you filed your mark. They were very sure about
10
11
     the legal strategy.
12
          Q.
                Okav.
13
                I did not -- I'm not a lawyer.
          Α.
                Has this proceeding cost you a lot of
14
15
     money?
16
          Α.
                Yes.
17
                Okay. And have you reached out to
18
     Atlas Brew Works again?
19
                After he gave me the inflated number, I
     said, if you change your mind, call me. I'm still
20
     hoping we can resolve this. But I didn't receive
21
22
     any more phone calls from him.
23
          Q.
                Okay. Just one final set of questions.
24
                Do you own Seven Ten Lounge?
0113
1
                Atlas Brewing Company owns Seven Ten.
 2
     It's in the same business.
 3
                Okay. When customers come to Atlas
 4
     Brewing Company, do they think they're coming to
 5
     Seven Ten Lounge?
6
                I think -- well, we have two entryways.
 7
     We share bathrooms in the same space, same
 8
     kitchen, same employees. So to a customer's
9
     perspective, we kind of wanted it to look like two
     separate businesses. But on our credit card
10
11
     receipts it says both names.
                                    So it's the same
12
     business, and we make no secret about that.
13
          Q.
                Just to keep, kind of, costs --
                      It's one business.
14
          Α.
                Yes.
15
               But it's safe to say that if I'm coming
16
     to Atlas, I don't think it's Seven Ten Lounge?
                I think you may not know that until you
17
18
     just walk around the corner of the building.
19
                Okay. In Seven Ten Lounge, do you see
20
     any brewing equipment?
21
                You do not.
22
                Can customers purchase beer not
23
     produced by Atlas Brewing Company?
24
          Α.
                Yes.
0114
1
                MS. KHORSHID: Okay. I have no further
2
          questions at this point. Do you want to take
 3
          a break?
 4
                MR. DANNENBERG: Yes. Let's take a
 5
          break.
 6
                         (Short recess.)
 7
                MS. KHORSHID: We move to enter
          Opposer's Exhibits 5 through 24 into the
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record. 10 MR. DANNENBERG: My name is Ross Dannenberg. I represent Atlas Brew 11 Thank you for your time here today. 12 Works. Just briefly, before we went back 13 on the record, opposing counsel and I agreed 14 15 to stipulate that the exhibits marked Atlas Brew Works Exhibits 3, 4 and 5 shall be 16 admitted into the record. 17 18 Exhibit 3 is Opposer's document 19 A 28, the license certificate from the City 20 of Chicago. 21 Atlas Brew Works Exhibit 4 is Opposer's documents A 79 through A 105, and 22 23 consists of the remainder of Opposer's Facebook feed. 24 0115 1 And Atlas Brew Works Exhibit 5 is 2 marked Opposer's A 106 through A 265, and 3 comprises the remainder of Opposer's Twitter 4 feed. 5 And we move that they be entered 6 without objection. 7 MS. KHORSHID: Yes. Entered. 8 MR. DANNENBERG: And we have no 9 questions for the witness. MS. KHORSHID: You have no questions? 10 11 MR. DANNENBERG: We have no questions for the witness. 12 13 MS. KHORSHID: Okay. 14 MR. GATTEGNO: Okay. 15 MR. DANNENBERG: If we can get an initialed set of documents from the court 16 17 reporter. MS. KHORSHID: Do you want to waive 18 19 signature? 20 MR. DANNENBERG: He will request signature -- they reserved yesterday -- just 21 to see the transcript. 22 23 MS. KHORSHID: Okay. 24 (Off-record discussion.) 0116 MR. DANNENBERG: Back on the record, 1 2 briefly, just to note that we maintain our 3 objection to Opposer's Exhibits 19 and 20. 4 MS. KHORSHID: Okay. 5 MR. DANNENBERG: We're done. 6 FURTHER DEPONENT SAITH NOT 7 -00000-8 9 10 11

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      IN THE UNITED STATES PATENT AND TRADEMARK OFFICE
        BEFORE THE TRADEMARK TRIAL AND APPEAL BOARD
 2
 3
     ATLAS BREWING COMPANY, LLC,
          Opposer,
                                     )
                                     ) Opposition
              VS.
                                     ) No. 91210379
     ATLAS BREW WORKS, LLC, et
     al.,
                                     )
 7
          Applicant.
 8
 9
10
          This is to certify that I have read the
     transcript of my deposition taken by Marguerite M.
11
12
     Cimms, CSR, CLR, on the 28th of August, 2014, and
13
     that the foregoing transcript accurately states
14
     the questions asked and the answers given by me,
     with the changes made on the errata sheets, if
15
16
     any, attached hereto.
17
18
     Number of errata sheets submitted:
19
20
                        DALE STEVEN SOBLE
21
     SUBSCRIBED and SWORN to
22
     before me this
                            day of
                      , 2014.
23
24
     Notary Public
0118
1
     ERRATA SHEET
                                                PAGE #1
     ATLAS BREWING COMPANY, LLC
 2
                                 Opposition No. 91210379
          VS
     ATLAS BREW WORKS, LLC
     Deposition of: DALE STEVEN SOBLE
     DATE: 8-28-14
 4
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5
    I wish to make the following changes for the
6
    following reasons:
7
    Page
          Line
8
    Change:_____
          Line____
9
    Page
10
    Change:_____
          Line____
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    Page
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    Change:
         Line____
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          Line____
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    Page
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    Page Line____ ___
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    Change:___
          Line____
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    Page
    Change:_____
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23
    (Signed)
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0119
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    STATE OF ILLINOIS )
                     ) SS:
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    COUNTY OF C O O K )
3
4
               I, Marguerite M. Cimms, CSR, CLR, a
5
    Notary Public in and for the County of Cook and
6
    State of Illinois, and a Certified Shorthand
7
    Reporter of said state, do hereby certify that
    heretofore, to-wit, on the 28th day of August,
8
9
    2014, DALE STEVEN SOBLE personally appeared before
    me at 70 West Erie Street, Suite 200, in the city
10
    of Chicago, in the County of Cook and State of
11
    Illinois, wherein Atlas Brewing Company, LLC is
12
13
    Opposer and Atlas Brew Works, LLC is Applicant.
               I further certify that the said witness
14
    was first duly sworn to testify the truth, the
15
16
    whole truth and nothing but the truth in the cause
17
    aforesaid; that the testimony then given by said
18
    witness was reported stenographically by me, in
    the presence of said witness, and afterwards
19
20
    reduced to typewriting by computer-aided
21
    transcription, and the foregoing is a true and
    correct transcript of the testimony so given by
22
23
    said witness as aforesaid.
24
               I further certify that the signature of
0120
    the witness to the foregoing deposition was not
1
2
    waived by agreement of counsel for the respective
3
    parties; and that I am not counsel for nor in any
```

way related to any of the parties to this suit nor

am I in any way interested in the outcome thereof.

4

_	In witness whereof, I have hereunto set hand and affixed by notarial seal this 16th day September, 2014.
	Marguerite M. Cimms Notary Public, Cook County, Illinois Illinois CSR License Number 084-3009



## LLC Articles of Organization

Instructions

### Receipt page

Please print this receipt for your records.

Your application to file limited liability company Articles of Organization has been received and payment processed. Please allow 24 hours for the processing of your application.

You can check the status of your submission at <a href="http://www.ilsos.gov/llcarticles/status.jsp">http://www.ilsos.gov/llcarticles/status.jsp</a> by using the Packet and Authorization Numbers provided below. If you experience any difficulty in obtaining the status of your application, please contact the Web Master at <a href="webmaster@ilsos.net">webmaster@ilsos.net</a>.

Proposed Name: ATLAS BREWING COMPANY LLC

Packet Number: 1306444152732923

**Authorization Number: 117948** 

Payment Date: 05-26-2011

Total Fee: \$612.75

Payment Type: CREDIT CARD

BACK TO CYBERDRIVEILLINOIS.COM HOME PAGE

Opposer's Exhit 5

Form LLC-5.5

Illinois Limited Liability Company Act Articles of Organization

FILE # 03605299

Secretary of State Jesse White Department of Business Services Limited Liability Division www.cyberdriveillings.com

Filing Fee: \$500 Expedited Fee: \$100 Approved By: HAB MAY 26 2011

Jesse White
Secretary of State

FILED

- Limited Liability Company Name: <u>ATLAS BREWING COMPANY LLC</u>
- Address of Principal Place of Business where records of the company will be kept: 2747 N. LINCOLN

CHICAGO, IL 60614

- 3. Articles of Organization effective on the filing date.
- Registered Agent's Name and Registered Office Address:

DALE STEVEN SOBLE 2747 N LINCOLN AVE CHICAGO, IL 60614-1320

COOK

- Purpose for which the Limited Liability Company is organized:
   "The transaction of any or all lawful business for which Limited Liability Companies may be organized under this Act."
- 6. The LLC is to have perpetual existence.
- 7. The Limited Liability Company is managed by the manager(s).

SOBLE, DALE S 2747 N. LINCOLN AVENUE, CHICAGO, IL 60614

8. Name and Address of Organizer I affirm, under penalties of perjury, having authority to sign hereto, that these Articles of Organization are to the best of my knowledge and belief, true, correct and complete.

Dated: MAY 26, 2011

DALE STEVEN SOBLE 2747 N. LINCOLN AVENUE CHICAGO, IL 60614

### Steve Soble

From:

ecommerce@ilsos.net

Sent:

Friday, May 27, 2011 9:08 AM

To:

SSOBLE@SPARETIMECHICAGO.COM

Subject:

Article status - Illinois SOS

Re: ATLAS BREWING COMPANY LLC

File Number: 03605299

It has been our pleasure to approve and place on file the Articles of Organization that created your limited liability company. We extend our best wishes for success in your new venture.

You can retrieve a copy of your filing at: http://www.ilsos.gov/llcarticles/status.jsp by using the Packet and Authorization Numbers provided below. If you experience any difficulty in retrieving the document, please contact the Web Master at webmaster@ilsos.net.

Packet Number: 1306444152732923

Authorization Number: 117948

Please remember that the limited liability company is required to file an Annual Report each year forward, which will be due prior to the first day of its anniversary month. A preprinted Annual Report form will be sent by mail to the registered agent at the address shown on the records of this office approximately 60 days prior to the company's anniversary month.

Many other services are now available on-line at www.cyberdriveillinois.com. Among other features available at this site, you may check the status of any LLC or corporation registered with the Secretary of State, purchase a Certificate of Good Standing for your company, or even file the Annual Report referred to in the previous paragraph.

Sincerely,

Jesse White Secretary of State

Department of Business Services Liability Limitations Division Telephone (217) 524-8008

If you have received this message in error, please notify the sender immediately, and delete this email from your system. Any views expressed in this message are those of the individual sender, except where the sender specifically states them to be the views of the Office of the Illinois Secretary of State.



# CONTRACT FOR THE SALE OF TANKS AND EQUIPMENT

This Agreement by and between PREMIER STAINLESS SYSTEMS, LLC, a California limited liability company ("Seller") and SEVEN TEN/ATLAS BREWERY, ("Buyer"), is entered into as of October 28, 2011. Seller and Buyer may be collectively referred to in this Agreement as the "Parties".

### Description

Seller shall design and manufacture for Buyer, the tanks and components listed in <a href="Schedule A">Schedule A</a>, which is incorporated and made a part of this Agreement. The tanks and components listed in <a href="Schedule A">Schedule A</a> are collectively referred to in this Agreement as "Equipment".

### Specifications

The Equipment shall be manufactured in accordance with the specifications listed in "Schedule A." Seller reserves the right to make modifications to the specifications to enhance Equipment operation, functionality and productivity. Buyer has the right to approve or disapprove any modifications. All specifications are collectively referred to in this Agreement as "Technical Details".

#### Price

Buyer shall pay Seller the purchase price of ONE HUNDRED, EIGHTY-FOUR THOUSAND, SEVEN HUNDRED, FORTY-FIVE Dollars (\$184,745.00) for the Equipment which excludes any state and local taxes that may be payable by the Buyer. Shipping and insurance costs are not included in the Equipment price and will be billed directly to the Buyer by the shipping company prior to delivery. Upon execution of this Agreement, Buyer will pay Seller according to the following disbursement schedule:

- 1). First Payment, in the amount of \$46,186.25 Upon execution of this Agreement.
- 2). Second Payment, in the amount of \$46,186.25 Due on or about December 30, 2011
- 3). Third Payment, in the amount of \$83,135.25 Due prior to shipment of Equipment.
- 4). Final Payment, in the amount of \$9,237.25 Due within 7 days of commissioning.

EXHIBIT

Diposu's 6

## Change in Technical Details

If the Buyer requests a change in the Technical Details that affects the manufacture of the Equipment, the following procedure will be followed: (1) Buyer will request a quote from Seller with the change in the Technical Details, (2) within seven (7) days Seller will quote a price to Buyer, and (3) unless Buyer authorizes a change in the Technical Details accompanied with payment in the amount quoted by Seller within seven (7) days after quote, Seller will cease manufacture of the Equipment until Buyer authorizes Seller to continue to manufacture the Equipment. Seller, at its option, may at this time request adequate assurance of performance under the Agreement. Seller's options do not detract from its right to request adequate assurance from Buyer at any other time. A change in the Technical Details will not result in a delay in the time of delivery, unless Buyer has agreed thereto in writing.

#### Termination

Termination of this Agreement may be made 1) if Buyer fails to make any payment or 2) by mutual agreement between the Seller and the Buyer. In the event of any termination, a pro rata amount of the Equipment price that corresponds to the percentage of completion, costs, incurred and custom nature of the order shall be payable. Seller shall have the right to offset any such amounts against payments received by Seller prior to such cancellation and may collect additional amounts if necessary. If Seller is able to sell the Equipment to another party at full contract price, the Seller will refund 100% of payments made by Buyer upon the sale of the Equipment.

## Time and Place of Delivery

Seller shall deliver the Equipment to the Buyer's loading dock within 22-24 weeks from date of First Payment. Buyer and Seller shall mutually agree upon a date of delivery, but Seller will not deliver the Equipment on a date before scheduled completion of manufacture. Seller shall not be liable for any delay or failure to deliver the Equipment if that delay or failure is caused by federal, state or municipal action or statute, ordinance, regulation, labor dispute, strikes, war, riots, insurrection, shipping delays, civil commotion, fire, flood, accidents, storms, act of God, or other causes beyond Seller's control. Delivery of the Equipment is subject to change, at Seller's discretion, if payments are not made according to this Agreement. The Equipment shall be delivered to Buyer's location.

### Risk of Loss

Identification of the Equipment under Commercial Code Section 2501 shall occur when Buyer receives notice from the Seller that the Equipment is ready for shipment.

## **Duties of Seller with Respect to Shipment**

Seller shall notify Buyer by FAX/PHONE/E-MAIL when the Equipment is ready for delivery to the selected shipper. The Buyer shall pay the cost of freight, duties and any applicable transportation costs or fees to the Buyer's location. All rigging, unloading, and Equipment placement costs at Buyer's location, including the Equipment, are the Buyer's responsibility.

Delays in Acceptance of Equipment

Any delays on the part of Buyer in accepting Equipment shall not have any impact on the payment schedule. The Buyer shall pay any fees incurred for storage of Equipment due to delays originating from the Buyer, if applicable, not to exceed \$150 per week. Buyer shall reimburse Seller for any costs incurred by Seller for storage of Equipment for delays originating from Buyer.

#### Title

Title to the Equipment shall remain with the Seller until all payments have been made in accordance with this Agreement. Seller will request insurance for the full value of any Equipment being shipped on Buyer's behalf.

#### Installation

Seller is providing onsite Equipment installation assistance to the Buyer and Buyer's trades. Seller will provide 1-2 workers for up to 8 days for installation assistance, start up, and training. The number of workers and days required shall be in Seller's sole discretion. Travel and lodging costs are included. If Buyer requires Seller's employees or contractors to extend the time at Buyer's location, Buyer will pay five hundred dollars (\$500.00) per day plus travel and lodging expenses.

## Dominance of Express Warranty

Seller warrants that the Equipment manufactured by Seller under this Agreement will be free from defects in material and workmanship for a period of two (2) years from the date of manufacture. This warranty will be limited to the repair or replacement, at Seller's option, on any product manufactured by Seller, and deemed to be defective upon reasonable inspection from Seller's representative, acting at all times in a reasonable manner on behalf of both Parties. Warranty repairs will be commenced after Buyer gives Seller notice of defect and Seller acknowledges defect. This warranty covers all parts and shipping to remedy the defect, provided, however, it DOES NOT include liability for any interruption of service, consequential damages, lost profits, product loss, work, services, or parts supplied by third parties.

Other than the Stainless Tanks manufactured by the Seller, all other Equipment and Components sold to the Buyer pursuant to this Agreement are warranted by the specific manufacturer of said item and carry the warranty issued by the product manufacturer. Seller will provide warranty assistance for all brewery related Equipment supplied by Seller and all parts are warranted for a minimum of one (1) year. Buyer is responsible for any labor costs associated with replacing any defective Equipment covered under this warranty. Seller is responsible for any labor costs associated with the repair of any defective Stainless Tanks.

Non ASME / TUV / CE tanks manufactured by Seller for pressure vessels have been designed to be operated at pressures not to exceed 14.7 pounds per square inch (1 Bar). Buyer acknowledges that operation of any portion of these tanks exceeding 14.7 PSIG (1 Bar) will void any warranties by Seller. All tanks and Equipment included in this agreement are Non ASME / TUV / CE certified.

This warranty does not cover damage caused by Buyer's negligence, neglect, improper maintenance or cleaning, accident, abuse, freezing, or for ordinary wear and tear. Buyer is responsible for normal maintenance of the Equipment. Equipment finishes are not warranted.

IT IS EXPRESSLY AGREED THAT THIS WARRANTY WILL BE IN LIEU OF ALL WARRANTIES OF FITNESS FOR A PARTICULAR PURPOSE AND IN LIEU OF THE WARRANTY OF MERCHANTABILITY.

# Installation Requirements / Responsibility of Buyer

Any local, city, county, state, or national requirements concerning the installation, listing and modifications of the Equipment, are the sole responsibility of Buyer. All Equipment listed in

"Schedule A" may not meet the local seismic code requirements for the Buyer's specific seismic zone. Buyer is responsible to notify Seller, and specify in writing, if any additional modifications are needed to the Equipment to meet local seismic zone requirements. Buyer agrees to pay for any such modifications to the Equipment.

### Method of Payment

All payments will be made to the Seller's bank account via bank wire transfer (<u>details listed below</u>) or company/cashier's check. Checks will be sent to: Premier Stainless Systems, 510 Corporate Dr., Unit D. Escondido, CA 92029.

Premier Stainless Systems, LLC Bank of America San Marcos, California

Account # - 11388 01359 Swift Code - BOFAUS3N Bank Routing # - 121000358

### Modifications

This writing is intended by the Parties as a final expression of their Agreement concerning the matters contained herein, and is also intended as a complete and exclusive statement of the terms of their Agreement. This Agreement can be only modified in writing and signed by both of the Parties or their duly authorized agents. No waiver of any term or provision of this Agreement, whether by conduct or otherwise, in any one or more instances, shall be deemed to be, or shall constitute, a waiver of any other term, provision or condition hereof, whether or not similar, nor shall such waiver constitute a continuing waiver of any such term, provision or condition hereof. No waiver shall be binding unless executed in writing by the party making the waiver.

## Assignment or Delegation

No right or interest in this Agreement may be assigned by either Buyer or Seller without the written permission of the other party, and no delegation of any obligation owed, or of the performance of any obligation, by either Buyer or Seller, may be made without the written permission of the other party. Any attempted assignment or delegation shall be wholly void and totally ineffective for all purposes unless made in conformity with this paragraph.

## Late Payments/Default

Buyer will be responsible for interest on any payment not made according to this Agreement at the rate of one and one half percent (1.5%) per month. Notwithstanding the foregoing, nothing herein is intended to subject any payment to a rate of interest higher than that allowed by law. In the event the foregoing interest exceeds the amount allowable by law, it shall be reduced to comply with California statute. In the event of a default hereunder, the non-defaulting party shall be entitled to recover reasonable attorney's fees and collection costs incurred by it due to the default.

### **Entire Agreement**

This Agreement, including exhibits, herewith constitutes the entire agreement between the Buyer and Seller respecting the Equipment. In the event of any conflict between the terms of this Agreement or the Security Agreement, if applicable, the terms of the Security Agreement shall control. Any and all prior agreements, promises or negotiations or representations concerning the Equipment or payment for the Equipment not expressly set forth in either this Agreement or incorporated by reference are no longer in effect.

# Arbitration of Disputes

Any controversy that develops between Seller and Buyer with regard to matters arising out of, or relating to, this Agreement, and that the parties do not promptly resolve, shall be decided by binding arbitration administered by and in accordance with the Construction Industry Arbitration Rules of the American Arbitration Association unless the parties agree otherwise in Writing. This Paragraph shall be specifically enforceable under the prevailing arbitration law. The award rendered by the arbitrators shall be final, and judgment may be entered on it in any court of competent jurisdiction. Arbitration shall be conducted in San Diego County, California.

NOTICE: BY INITIALING IN THE SPACE BELOW YOU ARE AGREEING TO HAVE ANY DISPUTE ARISING OUT OF THE MATTERS INCLUDED IN THE "ARBITRATION OF DISPUTES" PROVISION DECIDED BY NEUTRAL ARBITRATION AS PROVIDED BY CALIFORNIA LAW AND YOU ARE GIVING UP ANY RIGHTS YOU MIGHT POSSESS TO HAVE THE DISPUTE LITIGATED IN A COURT OR JURY TRIAL. BY INITIALING IN THE SPACE BELOW YOU ARE GIVING UP YOUR JUDICIAL RIGHTS TO DISCOVERY AND APPEAL, UNLESS THOSE RIGHTS ARE SPECIFICALLY INCLUDED IN THE "ARBITRATION OF DISPUTES" PROVISION. IF YOU REFUSE TO SUBMIT TO ARBITRATION AFTER AGREEING TO THIS PROVISION, YOU MAY BE COMPELLED TO ARBITRATE UNDER THE AUTHORITY OF THE BUSINESS AND PROFESSIONS CODE OR OTHER APPLICABLE LAWS. YOUR AGREEMENT TO THIS ARBITRATION PROVISION IS VOLUNTARY. THE UNDERSIGNED HAVE READ AND UNDERSTAND THE FOREGOING AND AGREE TO SUBMIT DISPUTES ARISING OUT OF THE MATTERS INCLUDED IN THE "ARBITRATION OF DISPUTES" PROVISION TO NEUTRAL ARBITRATION.

Seller's Initials

Buyer's Initials

## Applicable Law

This Agreement shall be governed by the laws of the State of California and venue shall be exclusively in the courts of the State of California.

### SELLER

PREMIER STAINLESS SYSTEMS, LLC.

	DISTEMS, ELC.	
D	:	
	Robert Soltys Managing Member	
	BUYER	
Date	11/16/11 ///	
Pren	Stainless Systems, LLC San Marcos, California 92079 Phone/Fax 760-752-7032	



Part #	ltem	Qty	Price (ea.)	Total
	Brewhouse:			
BH-0700PT-L/G	7 BBL Direct Fired Brewhouse Includes:	1	\$73,500.00	\$73,500.00
	Hot liquor tank - with immersion heater Mash / lauter tun	1		
	Brew kettle / whirlpool - direct fired	I		
	High efficiency power burner	1		
	Stainless brewhouse catwalk & stairs	1		
	Brewhouse tank lights	1		
	Wedge wire lauter floor	2		
	Complete hardpiped brewhouse manifold	3		
	Sanitary centrifugal wort pump	1		
	Multi-Pass plate heat exchanger	1		
	SS Nema 4X control panel	1		
	Variable frequency drive for BH pump	1		
	Wort aeration assembly	1		
	Sight glass for wort runoff & heat exchange outlet	1		
	Mash hydrator	2		
	in and in a later	1		
MA-C/PKG-PT/L	Cellar Package			
	Includes:	1	\$2,750.00	\$2,750.00
	50 ft. Brewer's Hose (5 pcs., assorted lengths)			
	1.5" Tri-clamp x 1 1/2" barb hose inserts	1		
	1.5" Tri-clamp x 1" barb hose inserts	10		
	1.5" butterfly valve	2		
	1.5" Tri-clamp 90 deg. elbows	3		
	1.5" Tri-clamp tee	3		
	1.5" clamps and gaskets	1		
	1.5" Tri-clamp end caps	20		
	1.5" Tri-clamp x 3/4" NPT adapter	4		
	1.5" Butterfly valve seal (spare)	2		
	Spare seal for brewhouse centrifugal pump	4		
	Spare seal for portable centrifugal pump	1		
	Door gasket for combi-tank side manway doors	1		
	Door gasket for fermenter/serving tank manway doors	2		
	Grain out hoe	4		
		1		

### Schedule A

FV-0700J-DZ	7 BBL Uni-Tank Tanks			
	Includes:	3	\$7,250.00	\$21,750.00
	Shadowless manway		,	J21,730,00
	CIP - sprayball	1		
	Rotating racking assembly	1		
	1.5" butterfly valves	1		
	Clamps and automatical	3		
	Clamps and gaskets	lot		
	Pressure vacuum relief	1		
	Pressure gauge	1		
	Sample valve			
	Stainless adjustable feet	4		
	Fully welded cladding	.4		
	60 degree cone	lot		
	Dual glycol zones	1		
	Brass solenoid valve	1		
	Stainless RTD assembly	1		
	The desiremental	1		
OPTION	15 BBL Uni-Tank Tanks			
		1	\$10,500.00	\$10,500.00
ST-0700NJ	7 BBL Brite Tank - Jacketed and Insulated			010,500.00
	Includes:	5	\$6,950.00	\$34,750.00
	Shadowless manway		,	334,730.00
	CIP - sprayball	1		
	Level gauge	1		
	1.5" butterfly valves	1		
	Clamps and gaskets	3		
	Pressure and gaskets	lot		
	Pressure vacuum relief	1		
	Pressure gauge	i		
	Sample valve	i		
	Stainless adjustable feet	4		
	Carb stone assembly	ī		
OPTION	II box	(*)		
OFTION	15 BBL Brite Tank - Jacketed and Insulated	1	ED 000	
		*	\$9,800.00	\$9,800.00
MA-CCP-SS	Cellar Control Panel:			
MA-CCF-35	Cellar Control Panel for all F.V.'s	1	010	
	Includes:		\$6,995.00	\$6,995.00
	Dual display digital temperature controllers	10		
	Nema 4x enclosure	10		
	Prewired with all controls and relays	1		
	Main power disconnect	1		
	Stainless RTD's for fermenters	1		
	Zero differential glycol solenoid valves	10		
	o y a samula raives	10		

### Schedule A

Glycol Chiller Package - Pro Refrigeration			
Includes:	1	\$10,350.00	\$10,350.00
Self contained 5 HP condensing unit			010,000.00
Insulated glycol reservoir	1		
Stainless glycol nump	1		
Digital temperature control	1		
Outdoor housing	1		
or nousing	1		
Portable Pump			
50 Sanitary Portable Pump m/ CC C			
includes:	1	\$2,450.00	\$2.450.00
		,120.00	\$2,450.00
Stainless cart with handle	1		
1.5" butterfly yeles	1		
1.5" elbow	1		
	1		
oramps and gaskets	2		
2-Station, Manual Vog West			
wasner wasner	1	\$6,950.00	56 050 00
7 Days Installation Assistance			\$6,950.00
I man for up to 7 days Transland	1	\$4,950.00	\$4,950.00
Local licensed tradesmen reserved to the included.			34,230.00
addesmen responsible for hard connections.			
PRICE DOES NOT INCLUDE STUDDING			
Estimated Shipping - \$5 000 \$8 000			
Total Estimated - \$9,000-\$10,000 per 40ft Container			
<i>\$7,000-210,000</i>			
Seven Ten/Atlas Brewery			
FOB Factory - Escondido CA & Shavel			
28-Oct-11			
Quote valid for 30 days			
Estimated manufacturing & shipping 22-24 weeks			
	Self contained 5 HP condensing unit Insulated glycol reservoir Stainless glycol pump Digital temperature control panel Outdoor housing  Portable Pump: Sanitary Portable Pump w/ SS Cart - 2 HP w/ VFD Control Includes: Nema 4X VFD controller Stainless cart with handle 1.5" butterfly valve 1.5" elbow 1.5" clamps and gaskets  2-Station, Manual Keg Washer  7 Days Installation Assistance, Assembly & Training I man for up to 7 days. Travel and lodging included. Local licensed tradesmen responsible for hard connections.  PRICE DOES NOT INCLUDE SHIPPING CHARGES Estimated Shipping - \$5,000-\$8,000 per 40ft Container Total Estimated - \$9,000-\$10,000  Seven Ten/Atlas Brewery FOB Factory - Escondido, CA & Shanghai 28-Oct-11	Self contained 5 HP condensing unit Insulated glycol reservoir Stainless glycol pump Digital temperature control panel Outdoor housing  Portable Pump: Sanitary Portable Pump w/ SS Cart - 2 HP w/ VFD Control Includes: Nema 4X VFD controller Stainless cart with handle 1.5" butterfly valve 1.5" elbow 1.5" clamps and gaskets 2 2-Station, Manual Keg Washer  7 Days Installation Assistance, Assembly & Training I man for up to 7 days. Travel and lodging included. Local licensed tradesmen responsible for hard connections.  PRICE DOES NOT INCLUDE SHIPPING CHARGES Estimated Shipping - \$5,000-\$8,000 per 40ft Container Total Estimated - \$9,000-\$10,000  Seven Ten/Atlas Brewery FOB Factory - Escondido, CA & Shanghai 28-Oct-11	Self contained 5 HP condensing unit Insulated glycol reservoir Stainless glycol pump Digital temperature control panel Outdoor housing  Portable Pump: Sanitary Portable Pump w/ SS Cart - 2 HP w/ VFD Control Includes: Nema 4X VFD controller Stainless cart with handle 1.5" butterfly valve 1.5" elbow 1.5" clamps and gaskets  2  2-Station, Manual Keg Washer  7 Days Installation Assistance, Assembly & Training I man for up to 7 days. Travel and lodging included. Local licensed tradesmen responsible for hard connections.  PRICE DOES NOT INCLUDE SHIPPING CHARGES Estimated Shipping - \$5,000-\$8,000 per 40ft Container Total Estimated - \$9,000-\$10,000  Seven Ten/Atlas Brewery FOB Factory - Escondido, CA & Shanghai 28-Oct-11

Total System Price (USD)

\$184,745.00

Premier Stainless Systems, LLC
Date Type Reference
11/16/2011 Bill first payment

Original Amt. 46,186.25 11/16/2011 Balance Due Discount 46,186.25 Check Amount

Payment 46,186.25 46,186.25

20002

NCB - Atlas Brewing

46,186.25







- HEWARDS					
	DINING CR	EDITS PROGRAM	AGREEMENT	Date of Agreement	05.32 2012
Legal Name of Merchant:	Hlas Br	ewing Con	npany L	LC	('Ygu')
Payment: \$ 50,000	Dining Credits: \$	75,000	Applicable Per	centage. 75 %	
Initial Payment \$ 50 Second Payment \$ Third Payment \$	, 600	Dining Credits \$ Dining Credits \$ Dining Credits \$	75,000	To be paid upon our To be paid at our opt To be paid at our opt	tion
Total Qualified Transactions by M	embers to redeem I	Dining Credits: \$	100,000		
You agree that your location(s) identitis Dining Credits Program Agreen "Us")  1. Marketing Services We will m "Partners" who offer our program to other marketing as determined by us	A MARKETING Starket your location(s incombers of their or	d Rewards Network ERVICES AND PUF to "Members" enn wn rewards program	Establishment Sensitive RCHASE OF RECEI olled in rewards properties. The marketing #	rices Inc., a Delaware con IVABLES ograms operated by us of the provide may include	poration ("We" and/or or managed by us for de email, websites or
<ol> <li>Purchased Receivables You ag Transactions (as defined in <u>Section</u> you except as provided in <u>Sections</u> ( the Payment Card processor.</li> </ol>	ree to sell to us cert B below) ("Purchase C. F. F and G. and w	ain of your rights to ad Receivables") The assume the risk the	receive payment for the purchase of the at we may not receive	om your Payment Card po Purchased Receivables in we payment of the Purchase	rocessor for Qualified is without recourse to sed Receivables from
3. <u>Payment.</u> We will pay to you the <u>Section A.4</u> below. You will be deer us and the payment of the Program i 4. <u>Subsequent Payments</u> If the int any subsequent payment and purch our option and we do not have an a Purchased Receivables.	ned to issue * <u>Dining</u> i Fees to us The Payi formation above indic less of Purchased Re obligation to make a	Credits* In the amounted will be paid by a cates our purchase of acceivables after the rry payment and pur	nt set forth above to us to you after we hi if Purchased Receiv initial payment and chase of any Purch	track the receipt of Purch ave approved and accepts ables will be made in mor purchase of Purchased F	hased Receivables by ed this Agreement re than one payment, Receivables will be at
Qualified Transaction A Quairegistered with us to purchase goods a Member reward. The amount of a 2 Merchant Payment Amount. Be "Applicable Percentage" set forth ab by us equals the aggregate amount or marketing services in the amount of Merchant Payment minus the amount.	lified Transaction' is and services at the Quelified Transaction givening on a date to ove of each Quelified it of all Dining Credit of 20% ("Program Fe its collected for the P.	tocation(s) participati is the full amount of be determined by used. Transaction ("Merc its issued by you to be Percentage") of e rogram Fee.	which a Member a ing in our program a the Payment Card is in our sole discret hant Payment'), un us. The Merchan ach Qualified Trans	and which meets our requi- transaction and includes ion, you will pay to us an will the amount of Merchan at Payment includes a "Pasaction. The Purchased	rements to qualify for axes and tip.  amount equal to the it Payments received trooram Fee* for our Receivables are the
3. <u>Authorized Processor</u> . You will a by you, and use only Payment Card Card transactions in order to determi written notice of any such changs. If Processor may provide us any inform 4. <u>Bank Account</u> . You authorize us	coept Payment Cards processors authorize ne Qualified Transac you do not give us the ation relating to Payr	a for all transactions, ed by us ("Authorize tions You may chan his advance notice, y ment Card transactio	d Processor(s)*). You ge to another Author our agree to pay us ne requested by us	ou authorize us to monitor orized Processor by giving a \$500 processor change	r all of your Payment us 15 days advance r fee The Authorized
Account at any time any amounts the 10 days advance written notice and for any reason, you agree to pay us a 5. Method of Payment to RN You equal to the Merchant Payment will be	it you owe to us. You information on a replication on a replication of the second transactions of transacti	will not allow the Ba acement Bank Accordion fee for each su payment for a Quali	nk Account to be clo unt If we are unable ch occurrence fied Transaction fro	sed or replaced unless you to withdraw amounts from the your Authorized Proce	ou provide us at least om the Bank Account essor, but an amount
Payments to be remitted by you to us 6 <u>Dining Credits</u> . In order to track Dining Credits. We will redeem Dinin Transactions required for the redemp will be redeemed, because Members in an amount equal to the total of a Purchased Receivables and Program that you are in compliance with this A of Dining Credits shall be tracked as due to us for the statement period a Merchant Payments. The total arm informational purposes only and is suppressed.	i from the Bank According to the receipt of Purching Credits in an armotion of all Dining Cre-may not visit your lot fee Dining Credits is near and general greement, you are u computer entries by not the balance of output of Qualified Tr.	unt all any time assed Receivables ar ount equal to the Ma dits is shown above cation(s) in numbers sued by you despits assed an an arrount e inder no obligation to us. We will transmit statemding Dining Charissaction's required	nd payment of the Ferchant Payments if it is not possible to sufficient to general each parties' comqual to the total of it compensate us for it statements to you edits at the end of it for the redempto.	Program Fees, we will man we receive. The total or predict when, if ever, afine Purchased Recevable pliance with the terms of the Dining Credits issued indicating the amount of the statement period after	aintain an account of amount of Qualified of the Dining Credits and Program Fees I has Agreement. If by you and provided ance and redemption Merchant Payments of the payment of the

- 7. Continuing Services and Program Fees Following Redemption of Dining Credits If the Dining Credits are fully redeemed and reduced to zero, then we will continue thereafter to provide marketing services to you and you will continue to perform your obligations and pay the Program Fee until this Agreement is terminated under Section G.
  - C. REPURCHASE OF DINING CREDITS
- 1. Option to Repurchase So long as there are Purchased Receivables and Dining Credits outstanding and you are not in breach of any provision of this Agreement, you shall have the option to repurchase the outstanding Purchased Receivables and redeem the outstanding Dining Credits ("Repurchase Option") by paying to RN an amount in cash equal to the outstanding Dining Credits balance multiplied by the ratio of the Payment to the Dining Credits reflected above ("Repurchase Amount"), plus any fees and other amounts due to us under this Agreement. You agree that any exercise of the Repurchase Option is subject to the terms and conditions available at www.rewerdsvelveuk.com/repurchase, as updated by us from time to time
- 2 Continuing Services and Program Fee After Repurchase III you repurchase outstanding Purchased Receivables we will continue thereafter to provide marketing services to you, and you will continue to perform your obligations and pay the Program Fee until the end of the calendar month in which we receive the repurchase payment from you D. ADDITIONAL REPRESENTATIONS AND COVENANTS
- 1. Representations: You represent and warrant that: (1) you are the sole and lawful owner and holder of the Purchased Receivables and you own the Purchased Receivables free and clear of any liens, encumbrances, and adverse claims of any other individual or entity, (2) you have the full right to sell, transfer, and assign and deliver to us the Purchased Receivables free and clear of any liens encumbrances, and adverse claims of any other individual or entity; (3) you have not entered into any agreements or made any offers to any person or entity to (i) transfer, sell or otherwise encumber the Purchased Receivables or (ii) transfer, sell or otherwise encumber all, or substantially all, of your assets; (4) the fair saleable value of your assets exceeds your liabilities. (5) you are meeting your current liabilities as they mature, and (6) execution of this Agreement and your participation in the Dining Credits Program will not constitute a breach of or an event of detault under any other agreements or business arrangements to which you are a party. You represent and warrant that your legal name is accurately set forth above and that you have provided us with your correct jurisdiction of formation (or residence of a sole proprietor). You will provide us with 30 days' prior written notice of any change in your legal name or jurisdiction of formation
- 2. Covenants. Except as expressly provided herein, you will not take any action to sell, transfer or otherwise encumber any of the Purchased Receivables, or any interest therein or in the proceeds of any Qualified Transactions, and you will not encumber or allow any encumbrance to attach to your interest, our interest or any Transferee's interest in the Purchased Receivables. You will use the proceeds of the Payment solely for business or commercial purposes, and not for personal, family, or household purposes. You will operate your business in accordance with all applicable federal, state and local laws and in a manner that is not reasonably likely to adversely impact our relationship with Members and
- E. SECURITY INTEREST PLEDGED IN COLLATERAL 1. Security Interest and Collateral Pledged: As security for, and to guarantee, the prompt, full and timely payment, performance and observance of any and all obligations and agreements of any kind owed by you to us, however evidenced, whether now existing or hereafter arising, whether direct or indirect, absolute or contingent, joint or several, whether due (upon default, termination, or otherwise) or not due, primary or secondary, liquidated or unliquidated or original, renewed or extended, including, without limitation, those which arise under or in connection with any agreements between you and us (the "<u>Obligations</u>"), you hereby grant to us a continuing security interest (the "<u>Security</u> Interest"), which shall remain in full force and effect until all of the Obligations have been paid, performed and observed, in the following. All of your personal property and fixtures, tangible and intangible, wherever located, whether now owned or hereafter acquired or anxing, and all proceeds and products thereof (the "Cobateral"), including without limitation: all equipment, furniture, artwork, inventory, instruments, investment property, documents, general intangibles, deposits, contract rights, tradenames, trademarks, patents, supporting obligations, payment intangibles, chattel paper, commercial fort claims, licenses, liquor licenses, permits, franchise agreements, payments due from credit card and bank card companies or processors, accounts receivable, accounts, leases, deposit accounts, refunds of bonds, monies due or to become due from the State Liquor Authority and for State Division of Alcoholic Beverage Control and, to the extent not listed above as original collateral, all products and proceeds of all of the Collateral in whatever form, including, without limitation, all payments under insurance, whether or not Secured Party is the loss payer thereof, all proceeds of any governmental taking, and any indemnity, warranty, letter of credit (including the right to draw on such letter of credit), or guaranty payable by reason of any default under, loss of, damage to or otherwise with respect to, any of the
- Financino Statements, Covenants and Remedies. You agree to promptly furnish upon our request written statements and schedules identifying and describing the Collateral in such detail as we may require and such other reports or financial statements as we may reasonably request, all in reasonable detail. You authorize us (or any Transferee or servicer) to file UCC-I or comparable statements as we deem necessary or appropriate to perfect the interests granted by you under this Agreement. Except for sales of inventory in the ordinary course of your business you shall not sell, assign (by operation of law or otherwise), or transfer any interest in all or a portion of the Collateral without our written consent, and you agree to account for and hold the proceeds of any sale, assignment or transfer in trust for us, and to pay same to us to be applied against the Obligations. All of the Collaboral is and shall continue to be located at your place of business for so long as there remain outstanding Obligations unless we consent in writing prior to any removal. You represent and warrant you are and shall be the legal and beneficial owner of the Collateral and have the sole right to grant a security interest therein or other encumbrance; and you will not permit anything to be done that may impair or lesson the value of any of the Collateral or the Security Interest granted herein. You shall, at your own expense, maintain insurance covering the Collateral in an amount not less then the full replacement value of such Collateral and against such risks, in such form and with such insurers, as shall be satisfactory to us. Upon the occurrence of an Event of Non-Performance, we may pursue any and all rights and remedies we may have under the law including, without limitation, the rights of a secured party under the Uniform Commercial Code. Upon demand, you shalf pay all costs and expenses and reimburse us for all costs and expenditures, including without limitation attorneys' tees and legal expenses, in connection with protecting, preserving or enforcing our rights and remedies under this agreement or applicable law, all our costs and expenses incurred shall be fully secured hereby, and you shall indumnify and hold us harmless from any and all such costs and expenses. After deducting all reasonable costs and expenses and all other charges (including attorneys' fees) due against the Collateral, any residue of the proceeds of any sale or other disposition shall be applied to payment of the Obligations, except as otherwise provided by law or residue of the processor of any sale or other disposition shall be liable for any deficiency in payment of the Obligations, including all directed by any court of competent jurisdiction thereof. You shall be liable for any deficiency in payment of the Obligations, including all reasonable costs and expenses and all other charges (including attorneys fees) due against the Collateral. We may release, exchange or modify any Collateral or security which we may from time to time hold and may release, surrender or modify the liability of any third party without giving notice hereunder to you. The rights and remedies of us hereunder are cumulative and are in addition to, and not exclusive of, any rights or

remedies provided by law or in equity or pursuant to any agreement, including, without limitation, the rights and remedies of a secured party under the Uniform Commercial Code. We shall not be required to marshal any Collateral or resort to such Collateral in any particular order. All of our rights and the Security Interest under this agreement, and all obligations of you under this agreement, shall be absolute and unconditional. irrespective of (a) any lack of validity or enforceability of any other agreement or instrument relating thereto, (b) any change in the time, manner or place of payment of, or in any other term of all or any of the Obligations, or any other amendment or waiver of or any consent to any other agreement. (c) any taking, exchange, release or non-perfection of any other collateral, or any taking, release, or amendment or waiver of or consent to departure from any guaranty, for all or any of the Obligations. (d) any manner of application of Collateral or proceeds thereof, to all or any of the Obligations, or any manner of sale or other disposition of any Collateral for all or any of the Obligations, (e) any change, restructuring or termination of the legal structure or existence of you, and (f) any other circumstance which might otherwise constitute a defense available to

#### F. NON-PERFORMANCE

1. Event of Non-Performance. The following shall constitute an event of non-performance. (i) we are unable to debit the Bank Account. (ii) we do not receive information on Payment Card transactions from your Authorized Processor, (iii) your business is interrupted or changed so that Members cannot have Qualified Transactions during a one-week period, (iv) we revoke the authorization of an Authorized Processor and you do not obtain a replacement within 15 days after receiving notice from us; (v) any proceeding is commenced by or against you under any federal or state bankruptcy or insolvency law. (vi) any representation, warranty or other statement of fact given herein (or in any writing at any time furnished by or on behalf of you to us) shall be false or misleading in any material respect when given (or any time thereafter), or (vii) you breach this agreement in any other manner and the breach is not cured within 10 days after we notify you of the breach

2 Obligations Upon Non-Performance We will provide notice to you of the occurrence of any event of non-performance immediately upon our issuing that notice, you will pay to us, or we may withdraw from the Bank Account, (i) an amount in cash squal to the Repurchase Amount, as defined in Section C above, if any, (ii) an additional fee equal to 10% of the Repurchase Amount, if any, and (iii) any fees and other amounts

due to us under this Agreement. You will also be liable for damages resulting from any breach of this Agreement

3. Right to Apply Uncollected Balances to Additional Purchase. Notwithstanding any other right or remedies we may have, and without limitation or waiver of any rights or remedies, if we are unable to collect from the Bank Account any Merchant Payments due to us at any time, you authorize us to purchase additional receivables from you by applying the Merchant Payment you owe us to purchase additional receivables from you. Upon application of the Merchant Payment to purchase additional receivables, you will be deemed to issue additional Dining Credits in an amount equal to 1.25 times the amount of the Merchant Payment

4 Removal From Marketing and Discontinuation of Services. Upon the occurrence of any event of non-performance, we may remove all

references to you from our marketing materials and discontinue providing any marketing services to you G. TERMINATION OF AGREEMENT

1. Termination After Redemption of Dining Credits Following full redemption and reduction to zero of the Dining Credits through the application of Merchant Payments, the Agreement and your participation in the Program may be terminated upon written notice by either party to the other party not less than 30 days prior to the requested termination date, which termination will become effective on the last day of the calendar month in which the expiration of the 30-day notice period occurs. We shall have no obligation to provide Services to you thereaf

2 Termination Upon Repurchase Following a repurchase of the Purchased Receivables by you, the Agreement will termina te effective on the

last day of the calendar month in which we receive the repurchase payment from you

3. Survival after Termination Notwithstanding the termination of this Agreement, Sections H.1, H.2, H.6, H.7, H.8 and H.9 will survive tion and remain in full force and effect

H. OTHER TERMS AND CONDITIONS

1. Indemnification. You agree to indemnify and hold us and our affiliates harmless from and against all losses and expenses incurred by us or any of our affiliates in connection with any claim initiated by any third party in connection with any alleged act or failure to act by you

2. Intellectual Property and Date Rights. Nothing in this agreement grants you any right to use any intellectual property of ours or any third party (including, without limitation, any Partner). You have all rights to grant and grant us, our Partners, and our affiliates a limited, non-exclusive license to use your intellectual property in connection with our marketing services, including the franchise logo and brand if you are a franchisee You grant us the right, subject to all applicable laws, to use and distribute in any manner the information that is created or collected through our

3. Chargebacks You will be responsible for all chargebacks or billing disputes relating to Qualified Transactions.

4. Transment of Prior Agreements. If Purchased Receivables are outstanding on more than one agreement between you and us the Purchased Receivables and corresponding Dining Credits on the earlier dated agreement will be discharged prior to the Purchased Receivables and Dining Credits on any later dated agreement
5. Taxes and Grabities

You will be solely responsible for collecting and remitting in full all texes to the appropriate taxing authorities and affi

6. Limitation on Liability. We will not be liable for any loss of profits or special, consequential, incidental or puritive damages arising out of or

relating to this agreement to the maximum extent permitted under filmois law.

7. Soverning Law, Forum and Jurisdiction. This agreement and all claims arising out of or related to this agreement shall be governed by the 7. Soverning Law, Forum and Jurisdiction. internal laws (as opposed to the confects of laws principles) of the State of litinois. The exclusive forum for any such claims shall be the state court located in Cook County, Blindis or the United States District Court for the Northern District of Illinois and the parties irrevocably submit to the jurisdiction of the forgoing courts; except that, nothing herein shall prevent us from initiating or filing a lawsuit, action, or similar proceeding in any other forum to conduct a judicial or non-judicial foreclosure or sale of the Collateral pursuant to the Security Interest as permitted under applicable law. Each party will bear the expense of its respective attorneys, experts, and witness fees regardless of which party prevails.

EXPENSE NEW CONTROL OF THE EXPENSE OF THE PROPERTY OF THE PROPERTY OF THE PARTIES AGREE THAT THEY IN ANY PRING CLASS ACTION; WANCER OF JURY TRIAL. BY ENTERING INTO THIS AGREEMENT, THE PARTIES AGREE THAT THEY MAY BRING CLASMS AGAINST THE OTHER ONLY IN THEIR INDIVIDUAL CAPACITY, AND THE PARTIES ARE EACH EXPRESSLY WAIVING ANY AND ALL RIGHT TO PARTICIPATE AS A REPRESENTATIVE OR MEMBER IN ANY CLASS ACTION, PUTATIVE OR PURPORTED CLASS ACTION, REPRESENTATIVE ACTION, OR SIMILAR ACTION, OR SIMILAR ACTION, OR THE PARTIES AGAINST THE OTHER ONLY IN THE PARTIES AGAINST THE OTHER OF THE PARTIES AGAINST THE OTHER OTHER OF THE PARTIES AGAINST THE OTHER LAWSUIT RELATING TO ANY CLAMS (AS HEREINAFTER DEFINED), WHETHER BROUGHT UNDER STATE OR FEDERAL LAW. THE PARTIES ARE EACH EXPRESSLY WAIVING ANY AND ALL RIGHT TO JOIN OR CONSOLIDATE CLAMS IN ANY PROCEEDING WITH THOSE OF ANY OTHER PERSON (EXCEPT ANY OBLIGORS AND GUARANTORS OF THE SAME AGREEMENT). FURTHER, BY ENTERING INTO THIS AGREEMENT, THE PARTIES ARE EACH EXPRESSLY WAIVING THEIR RESPECTIVE RIGHTS TO A JURY TRIAL FOR ALL CLAIMS The term "Claim" means any claim; dispute, or controversy (whether based on contract tort, statute, or otherwise, and whether seeking monetary or any form of non-monetary relief) ansing from or reliating to this Agreement or the relationship between us and you (collectively, "Claims") The term Claims is to be given its broadest possible meaning, and includes pre-existing, present, and future Claims, and Claims regarding the enforceability or scope of this waiver. For purposes of this waiver only, the term "party" means that party and all of its respective parents, subsidiaries, affiliates, predecessors, successors, assigns, agents, servicers, employees, officers, and directors

9. Miscellaneous

(a) Transfer of Rights and Assignment of Agreement. We may sell pledge, assign or otherwise transfer (a) any or all of the Purchased Receivables (b) any or all of the Dining Credits, (c) the right to receive Merchant Payments, (d) this Agreement, and/or (e) any other rights under this Agreement to any person (each, a "Transferee") without your consent. Any Transferee will be entitled to exercise any and all of our rights and receive all benefits afforded us hereunder, including the collection of the Merchant Payments and the redemption of Dining Credits. We may also delegate any of our duties and engage any service providers to perform any of our obligations or exercise any of our rights under this Agreement. This agreement and your obligations under this agreement are not assignable or transferable by you without our express written consent. This Agreement will be binding upon and inure to the benefit of the parties and their respective successors and assigns (b) Authority, Further Assurences, Operation of Business. Each party represents that (a) it has the full power and authority to enter into this Agreement and to perform its obligations under this Agreement and (b) this Agreement has been duly executed and delivered by it and is its legal, valid and binding obligation enforceable against it in accordance with its terms. You will operate your business in accordance with all applicable federal, state and local laws and in a manner that is not reasonably likely to adversely impact our relationship with Members and

(c) Notices. All notices will be in writing and will be deemed given (i) to you when sent to your address, email address or fax number shown in our records and (ii) to us when sent to clientservices@rewardenetwork.com

(d) Entire Agreement, Amengments. This agreement contains the entire understanding between the parties and supersedes all prior written or oral agreements between the parties. The terms of this agreement will not be modified except as agreed to in writing by both parties. You acknowledge and agree that you have executed this Agreement without any reliance on any statement, warranty or representation by us or our agents or representatives for the consideration expressed herein.

(e) Partial Invahitity and Waiver if any provision herein is held to be unenforceable, such provision will be ineffective only to the extent of such unenforceability without invalidating the remainder of the agreement. Our failure to enforce at any time any part of this agreement is not a waiver of rights nor in any way affects the validity of this agreement

of ngms nor in any way anexis his valuely of this agreement will operate to confer benefits on entities other than you, us, or our respective successors or assigns. The parties hereby expressly deny that we are your fiduciary or partner.

(g) Counterparts and Facsimile Signature. This Agreement need not be signed by RN, and RN's funding of a Payment shall constitute its agreement to the Agreement in Illinois. A facsimile or electronic copy of this Agreement signed by you will be considered an original document.

This Agreement will be binding on the parties hereto as of the date RN approves this Agreement and makes the Payment.

Authorized Signature	Print Name	Title
Authorized Signature	Dale S. Soble	LLC manager

### MANAGEMENT AND LICENSING AGREEMENT

THIS MANAGEMENT AGREEMENT (this "Agreement"), with an effective date as of January 1, 2012 is made by and between THE LUCKY STRIKE CORPORATION, an Illinois corporation (hereafter referred to as the "Company"), and ATLAS BREWING COMPANY, LLC, an Illinois limited liability company (the "Manager").

#### WITNESSETH:

WHEREAS, the Company plans to operate a brewery and restaurant concept to be located at 2747 N. Lincoln Avenue, Chicago, Illinois 60614 (the "Brewery"); and

WHEREAS, the Manager is the sole owner, creator, designer and developer of a brewery concept named "Atlas Brewing Company" (the "Concept"); and,

WHEREAS, the Manager owns certain recipes, trade names, trademarks, service marks, and packaging dress used in connection with the Concept (the "Marks"); and

WHEREAS, the Company desires to utilize the intellectual property, promotional services and services of the Manager in connection with the management and operation of the Brewery; and the Manager desires to grant a license for such intellectual property and render such services, upon the terms and conditions hereinafter set forth; and

WHEREAS, Manager desires to grant, and Company desires to obtain, under the terms and conditions set forth herein, a perpetual, exclusive, nontransferable license to use the Concept and the Marks in the Territory (as defined below) solely for the purpose of managing and operating the Brewery, expressly as provided herein.

**NOW, THEREFORE**, in consideration of the foregoing recitals, all of which are incorporated herein by reference, and of the mutual covenants herein contained, the Company and the Manager agree as follows:

## ARTICLE I. DEFINITIONS

- 1.1. <u>Definitions</u>. As used herein, the following terms shall have the respective meanings indicated below:
- (a) Brewery Expenses: For any specified period, the sum of the following costs and expenses determined on an accrual basis but without any provision for depreciation:
- (i) all direct costs and expenses of the operation and promotion of the Brewery, including without limitation costs and expenses of food, beverages, fees and charges of issuers of credit cards, labor, advertising, promotional, insurance costs directly attributable to the operation of the Brewery, cleaning and exterminating service, maintenance, license fees, utilities, accounting charges, and auditing fees; and



- (ii) all costs and expenses of repair, restoration and replacement of and additions to decor, equipment and furnishings in the Brewery.
- (b) <u>Capital Improvements</u>: any alteration or addition to, or rebuilding or renovation of, the Premises and additions or replacements of Furnishings and Equipment, the cost of which is not charged to repairs, maintenance or other operating expenses.
- (c) <u>Cause</u>: the Manager's (i) gross negligence in the conduct of, or its repeated failure to satisfy, its duties and responsibilities under the Management Agreement; (ii) commission of any act of theft, embezzlement, fraud or a felony or crime of serious moral turpitude, with respect to, or adversely affecting, the Brewery or its customers or suppliers; or (iii) commission of any other act which materially harms the Brewery's business or reputation.
- (d) <u>Final Accounting</u>: the accounting of the operations of the Brewery, and the determination of amounts due the Manager and/or the Company, for the period beginning the day after the end of the period of the last previous accounting and ending with the termination or expiration of the Operating Period.
- (e) <u>Furnishings and Equipment</u>: all furniture, furnishings and equipment required for the operation of the Brewery.
- (f) <u>Gross Revenues</u>: all receipts of the Brewery from the sale of food, alcoholic beverages and merchandise of every kind and nature except sales and equivalent taxes collected on sales of the Brewery and paid to the appropriate taxing authorities, rebates and gratuities.
- (g) <u>Lease</u>: that certain Lease dated January 1, 2012, by and between The 2747 N. Lincoln Avenue Corporation, an Illinois corporation, as landlord, and the Company, pursuant to which the Company will occupy the Premises, as same may be amended from time to time.
- (h) <u>Legal Requirements</u>: all laws, statutes, ordinances, orders, rules, regulations, permits, licenses, authorizations, directions and requirements of all governments and governmental authorities, which now or hereafter, may be applicable to the Brewery, the operation thereof and the employment and discharge of personnel.
- (i) Opening Date: the date on which the Brewery is formally opened to the public.
- (j) Operating Months: Operating Months shall coincide with and be identical with calendar months, except that the first Operating Month shall be the period beginning on the first day of the Operating Period and ending on the following December 31 and the last Operating Month shall be the period ending on the expiration or termination of this Agreement.
- (k) Operating Period: a period commencing on the Opening Date, and ending upon the expiration or termination of this Agreement.

- (l) <u>Operating Service</u>: electricity, natural gas, water, sewer, trash removal, laundry, vermin extermination, security, cleaning, decorating, general maintenance, bookkeeping, accounting and other services required in the operation of the Brewery.
- (m) Operating Supplies: food, beverages and other consumable items used in the operation of the Brewery.
- (n) Operating Years: Operating Years shall coincide with and be identical with calendar years, except that the first Operating Year shall be the period beginning on the first day of the Operating Period and ending on the following December 31 and the last Operating Year shall be the period ending on the expiration or termination of this Agreement.
- (o) <u>Premises</u>: the approximately 12,000 square feet situated in the building located at 2747 N. Lincoln Avenue, Chicago, Illinois 60614, which is leased to the Company and in which the Brewery will be contained.
  - (p) <u>Territory</u>: the State of Illinois.

## ARTICLE II. TERM

2.1. Term. The initial term of this Agreement shall commence on the date hereof (the "Effective Date") and end on the first (1) year anniversary of the Opening Date (the "Expiration Date"), unless sooner terminated as herein provided (such period, or any extension or renewal thereof, the "Term"); provided that the Term shall be automatically extended for successive one (1) year periods, unless either party elects not to so extend the Term and gives written notice thereof to the other party not less than sixty (60) days prior to the expiration of the Term, as same may be extended.

### 2.2. Termination.

(a) The Company shall have the right to terminate this Agreement in the event of: (i) the dissolution of the Manager (other than after an assignment as permitted in Section XII), (ii) the termination of the Lease other than due to the action or default of the Company, or (iii) the termination of the Manager for Cause.

## ARTICLE III. DEVELOPMENT OF BREWERY

The Manager will be solely responsible for the development, operation, equipment and decor of the Premises, including the development of the concept of the Brewery and the purchase and installation of Furnishings and Equipment and Capital Improvements required for the Brewery. Manager shall oversee all branding and promotional activities in line with the licensed "Atlas" brand.

## ARTICLE IV. OPERATION OF THE BREWERY

- 4.1. The Manager's Duties and Responsibilities. During the Operating Period, the Manager, on behalf and at the sole expense of the Company, shall do all things and take all necessary actions reasonable and appropriate for the operation of the Brewery in accordance with the standards set forth in Section 4.2; and without limiting the generality of the foregoing, the Manager is hereby authorized to and shall:
- (a) Recruit, hire, engage, retain, pay, train, supervise, direct and discharge any and all personnel required for the operation of the Brewery. All such personnel shall be engaged as employees or independent contractors of the Company. The Manager shall comply with all Legal Requirements applicable to the employment of such personnel and shall pay when due all payroll taxes. Notwithstanding anything contained herein to the contrary, the Company acknowledges that Manager shall be retaining, engaging, hiring, and paying managers (who may be members of the Company and of the Manager) or an executive chef shall receive a salary determined by the Manager in its prudent business judgment for the performance of such services, which salary.
- (b) Purchase all Operating Supplies necessary for the operation of the Brewery from dependable suppliers at competitive prices, taking into account the quality and quantity of goods required, bulk purchase discounts, and delivery requirements and any group benefits, services, vendor relationships and any other purchasing advantages available to the Manager due to management or ownership by them of other bars or restaurants.
  - (c) Obtain all Operating Services necessary for the operation of the Brewery.
- (d) In consultation with the Company, establish and modify menus, recipes, portion sizes and prices.
- (e) Provide for the maintenance and repair of the Brewery and maintain the Brewery in a neat, clean and sanitary condition, in compliance with all Legal Requirements and in compliance with the Lease (copies of which have been heretofore furnished to the Manager).
- (f) In consultation with the Company, establish the Brewery's policy regarding association with credit card systems.
- (g) Utilize its best efforts to keep in full force and effect all licenses for the Brewery.
- (h) Solely develop, devise and implement marketing and public relations plans for the Brewery.
- (i) Add to and replace Furnishings and Equipment and make other Capital Improvements as necessary.
- (j) Supervise the implementation of all promotional programs as it shall determine appropriate and in line with the "Atlas" brand.

- (k) Periodically, and when necessary, consult with and advise the Company in general for the purpose of eliminating operating problems and improving operations of the Brewery, as well as the branding, imaging and promotional activities for the "Atlas" brand.
- 4.2. <u>Standards of Operation and Management</u>. All obligations of the Manager hereunder shall be subject to and contingent upon (a) the provision by the Company of sufficient funds (if not otherwise available from the operations of the Brewery) to permit the Manager to comply with, and, (b) the commission by the Company of no act which prevents the Manager from complying with, such obligations. At the request of either one of them, the Manager and the Company shall meet to discuss any aspect of the operation of the Brewery or any operating problem which warrants a modification of any operating policy or procedure. The Company acknowledges and agrees that the Manager is not a guarantor of the financial success of the Brewery.
- 4.3. <u>Emergency Expenditures</u>. Whenever, by reason of circumstances beyond the control of the Manager, emergency expenditures for repairs or Capital Improvements are necessary to prevent damage or injury or to comply with any Legal Requirement, and immediate compliance is necessary, the Manager may make such emergency expenditures, provided that if there is insufficient time to discuss each such expenditure with the Company, the Manager shall act reasonably in making such expenditure and notify the Company within two days after each such expenditure.

## ARTICLE V. FUNDING AND BANKING

- 5.1. Request for Working Capital. The Manager shall provide all working capital by way of cash or through bank credit, such working capital to be in amounts sufficient to constitute normal working capital for the uninterrupted and efficient operation of the Brewery.
- 5.2. Bank Accounts. The Manager shall establish and maintain one or more bank accounts in connection with the operation of the Brewery. The Manager shall designate the parties, who shall be employees of the Brewery or the Manager, who, subject to the Company's consent, which consent shall not be unreasonably withheld, may draw on such accounts to pay appropriate expenses of operating the Brewery and Capital Improvements, and the Company shall designate parties who may draw on such accounts to withdraw amounts to which the Company is entitled. The Company shall (consistent with Section 5.1 above) maintain reasonable balances in such bank accounts to pay anticipated operating expenses and Capital Improvements of the Brewery. All monies derived from the operation of the Brewery shall be deposited in such bank accounts and payment for all operating expenses and Capital Improvements of the Brewery shall be made from such bank accounts. The Manager shall upon request by the Company promptly furnish the Company with copies of statements and other records of all such bank accounts.

## ARTICLE VI. REMUNERATION OF MANAGER

- 6.1. <u>Licensing and Management Fee</u>. During the term of this Agreement, and as long as the Manager is in good standing with the company, the Company shall pay to the Manager an aggregate annual management fee (the "Management Fee") of One Hundred Percent (100%) of Gross Revenue;
- 6.2. <u>Payment of Management Fee</u>. All Gross Revenues for each Operating Month shall be payable within thirty (30) days after the last day of such Operating Month.

## ARTICLE VII. THE MANAGER TO ACT SOLELY AS AGENT FOR THE COMPANY

In the performance of its duties hereunder, the Manager shall act solely as an agent of the Company. Nothing herein shall constitute or be construed to be or create a partnership or joint venture between the Company and the Manager. All debts and liabilities to third persons incurred by the Manager in the performance of its duties pursuant to this Agreement shall be the debts and liabilities of the Company only and the Manager shall not be liable for any such debts of liabilities by reason of its management, supervision, direction and operation of the Brewery for the Company. The Manager may so inform third parties with whom it deals on behalf of the Company and may take any other reasonable steps to carry out the intent of this Article VII. The Company agrees that it shall provide sufficient funds to enable the Manager to promptly pay or discharge all obligations and debts of the Brewery. The Company further agrees to indemnify, defend and hold the Manager harmless of and from any and all liabilities, debts, claims or expenses (including reasonable attorneys' fees and other expenses in connection with the defense of same) of the Brewery incurred in accordance herewith.

## ARTICLE VIII. BOOKS AND RECORDS AND REPORTS

8.1. Books and Records. The Manager shall keep complete and accurate books of account and other records on the cash or accrual basis, as directed by the Company, reflecting the results of operation of the Brewery. Books of account and all other records relating to or reflecting the operation of the Brewery shall be available to the Company and its representatives at the office of the Manager at all reasonable times for examination, audit, inspection and copying. Such books and records shall not be removed from the office of the Manager (other than temporarily for examination or use by accountants employed to examine such books and records or prepare financial statements or reports with respect to the Brewery) without the Company's prior written approval. Promptly upon the expiration or termination of this Agreement, or upon the sale or closing of the Brewery, all books and records pertaining to the Brewery shall be turned over to the Company, provided that such books and records shall thereafter be available to the Manager for any reasonable purpose and at all reasonable times for inspection, audit, examination and copying, solely at the Manager's expense, for a period of three (3) years.

8.2. Reports. Within fifteen (15) days after the end of the first eleven (11) months of each fiscal year, the Manager shall prepare and furnish to the Company, at the Company's expense, a financial statement for the Brewery for such Operating Month and, in the case of the report for the last calendar month of any Operating Year, the Operating Year, together with a copy of the general ledger and a copy of all work papers in support of such financial statements shall be furnished within ninety (90) days after the end of the operating year. Such statements shall include a report of income or loss for the calendar month and a balance sheet as of the end of the calendar month.

## ARTICLE IX. INSURANCE AND LOSSES

- 9.1. Insurance Coverage. The Company shall obtain and keep in force during the Operating Period with respect to the Brewery, in amounts determined by the Company (and with respect to the insurance coverage described in subparagraphs (b) and (d), reasonably agreed to by the Manager): (a) fire and extended coverage and business interruption insurance; (b) liability and excess liability insurance for loss, damage or injury to property or persons which might arise out of the operation of the Brewery, including, without limitation, liquor liability coverage; (c) worker's compensation and employer liability coverage as required by statute, insuring the Company, and the Manager; and (d) public liability insurance covering the actions and omissions of the Manager in connection with the performance of the duties of the Manager hereunder, in such amounts as shall be reasonably satisfactory to the Company; and (e) such other policies of insurance as the Manager shall determine appropriate. All such insurance shall be on forms and with insurance companies reasonably acceptable to the Company. Each such policy of insurance shall contain a clause or endorsement to the effect that it may not be canceled or materially modified without ten (10) days' prior written notice to the Company and the Manager. The Company shall obtain renewals of all insurance policies at least thirty (30) days prior to their expiration.
- 9.2. <u>Losses and Claims</u>. In the event of any loss, damage or injury at or involving the Brewery, the Manager shall notify the Company as promptly as reasonably possible but in no event later than twenty four (24) hours after the Manager learns of any such loss, damage or injury and cooperate in every reasonable way with respect to any insurance claim, provided that nothing herein contained shall modify the right of the Manager to indemnification by the Company as provided in Article 10. The Manager agrees that the Company shall have the right, at its option, to conduct the defense to any claim, demand or suit against the Company, provided that the Manager shall have the right to defend itself if it is named as a party defendant in any claim, demand or suit.

## ARTICLE X. INDEMNIFICATION

The Company and the Manager agree to protect, indemnify and hold each other harmless from and against any and all losses, costs, expenses, claims, demands, judgments, orders, decrees, damages or liabilities (including without limitation, costs of litigation and reasonable attorneys' fees) arising out of, in the case of the Manager, the actual adjudication of its gross negligence or willful misconduct and, in the case of the Company, any tortious conduct, or

related in any way to the failure or refusal of the indemnifying party to comply timely and fully with each of its obligations, promises and covenants set forth herein.

## ARTICLE XI. INTELLECTUAL PROPERTY LICENSE

- 11.1 Manager owns certain recipes, trade names, trademarks, service marks, and packaging dress used in connection with the Concept (the "Marks").
- 11.2 Manger hereby grants to Company a perpetual, exclusive, nontransferable license to use the Marks within the United States and on the Internet, including in any domain name, solely to manage and operate the Brewery, including the right to distribute, display, publish, and reproduce the Marks for any purpose related thereto, including but not limited to publicizing, marketing, and promoting the Brewery.
- 11.3 The Marks may be amended, modified, deleted, or changed by Manager, in its sole and absolute discretion, alone or in combination with any other mark or name; provided, however, that Manager shall provide written notice of any such material amendment, modification, or deletion to Company, and, Company shall be entitled to continue to use preprinted marketing, advertising and promotional materials containing or making use of the Marks in the form used prior to such changes for a period not to exceed 30 days from receipt of the notice of any such change to the Marks.
  - 11.4 All use of the Marks by Company shall inure to the benefit of Manager.
- 11.5 Nothing herein shall be construed to grant Company any right whatsoever to grant a license or sublicense to other persons to use any of the Marks.
- 11.6 Company recognizes and acknowledges that Manager is the sole and exclusive owner of all rights, title, and interest of every kind and nature, whether by statute or common law, in law or equity, which attach, inhere, subsist, or exist in the Marks and all goodwill associated with the Marks.
- 11.7 Company further agrees to cooperate fully and in good faith with Manager for the purpose of securing and preserving the Marks and to provide such consents, cooperation, and other assistance as Manager may reasonably request to perfect, defend, and protect the Marks.
  - 11.8 The term of this license shall coincide with this Agreement.
- 11.9 Company shall not assign or transfer, or permit the assignment of or the transfer of, all or any part, of this Agreement without the prior written consent of Manager, which may be withheld in Licensor's sole and absolute discretion.

## ARTICLE XII. <u>DEFAULT</u>

- 12.1. <u>Default by the Company</u>. The Company shall be in default hereunder if anyone or more of the following shall occur or exist: (a) the Company shall fail to provide working capital, after request by the Manager pursuant to Section 5.1, sufficient to permit timely payment of any amount due to the Manager hereunder and such failure shall continue for seven (7) days after written notice thereof has been given to the Company by the Manager; or, (b) the Company shall neglect or fail to perform any of its duties or obligations hereunder or shall neglect or fail to comply with any of the provisions hereof (other than as referred to in subparagraph (a) of this Section 11.1) and shall fail to remedy the same within fourteen (14) days after the Manager shall have given the Company written notice specifying such neglect or failure or if such failure cannot reasonably be cured within said fourteen (14) days and the Company shall not have commenced to cure such failure within such period and shall not thereafter with reasonable diligence and good faith cure such failure.
- 12.2. <u>Default by the Manager</u>. The Manager shall be in default hereunder if anyone or more of the following shall occur or exist: (a) the Manager shall neglect or fail to perform any of its duties or obligations hereunder or shall neglect or fail to comply with any of the provisions hereof (other than as referred to in subparagraphs (b) and (c) of this Section 11.2) and shall fail to remedy the same within fourteen (14) days after the Company shall have given the Manager written notice specifying such neglect or failure or if such failure cannot reasonably be cured within said fourteen (14) days and the Manager shall not have commenced to cure such failure within such period and shall not thereafter with reasonable diligence and good faith work toward the cure of such failure; (b) any one or more licenses or permits necessary for the operation of the Brewery (including, without limitation, those relating to occupancy, sanitation or health) shall be permanently revoked or shall cease to be in full force and effect due to the acts or omissions of the Manager which are within the control of the Manager and are not the fault of the Company; or (c) the failure of the Manager to promptly remedy or commence action intended to remedy any situation that might cause significant damage or injury.
- 12.3. <u>Remedies Upon Default</u>. Upon the occurrence of any default under Section 11.1 or Section 11.2, the non-defaulting party may, in addition to and without prejudice to any other right or remedy available to him or it at law or in equity, terminate this Agreement by written notice of termination given to the defaulting party.

## ARTICLE XIII. ASSIGNMENT

The Manger shall not assign any of its rights or delegate any of its duties hereunder, or to freely assign its rights and delegate its duties hereunder to an entity controlling, controlled by or under common control with the Manager, unless it receives written consent of the Company.

## ARTICLE XIV. NOTICES

All notices, statements, consents, approvals, requests, demands or other communications required or permitted to be given hereunder shall be in writing, duly executed by an authorized officer or agent, and shall be delivered personally or sent by certified or registered United States mail, postage prepaid, return receipt requested, addressed as follows:

If to the Company: The Lucky Strike Corporation

c/o Dale Steven Soble 2747 N. Lincoln Avenue Chicago, Illinois 60614

If to the Manager: Atlas Brewing Company, LLC

c/o Dale Steven Soble 2747 N. Lincoln Avenue Chicago, Illinois 60614

Any notice, statement, consent, approval, request, demand or other communication, if delivered personally, shall be deemed to be given upon delivery to the entities specified above; and, if sent by mail, shall be deemed to have been given three (3) days after being deposited in the United States mail, postage prepaid, certified or registered, properly addressed as provided above. Either party may change either or both the, address and person to which notices thereafter shall be sent by giving notice to the other party in the manner provided above.

## ARTICLE XV. MISCELLANEOUS

- 15.1. <u>Copies of Notices</u>. The Company and the Manager shall each promptly furnish the other with copies of all notices received concerning the Brewery, and especially notices relating to any claimed failure to perform obligations with respect to the Brewery, including, without limitation, notices from governmental authorities and from third parties asserting rights to recover damages for personal injury or property damage, breach of contract or any other claim.
- 15.2. <u>Headings</u>. The headings to the articles and sections of this Agreement are inserted for convenience of reference only and shall in no way affect the interpretation of this Agreement.
- 15.3. <u>Entire Agreement</u>. This Agreement constitutes the entire agreement and understanding between the parties concerning the subject matter hereof and supersedes all prior and contemporaneous negotiations, correspondence, memoranda and agreements, whether oral or written.
- 15.4. <u>Amendment</u>. Except as specifically provided otherwise herein, this Agreement may be amended, modified, altered or waived, in whole or in part, only by a written instrument signed by the party to be bound by such amendment, modification, alteration or waiver.

- 15.5. <u>Waivers</u>. The waiver of any of the terms and conditions of this Agreement on any occasion shall not be deemed a waiver of such terms and conditions on any future occasion.
- 15.6. <u>Severability</u>. If any term or provision of this Agreement or the application of that term or provision to any person or circumstance is illegal, invalid or unenforceable to any extent, then the remainder of this Agreement and the application of that term or provision to persons or circumstances other than those as to which it is held illegal, invalid or unenforceable, shall not be affected thereby. It is also the intention of the parties to this Agreement that in lieu of each term or provision of this Agreement that is illegal, invalid or unenforceable, there be added as a part of this Agreement a term or provision as similar in terms to such illegal, invalid or unenforceable term or provision as may be possible and be legal, valid and enforceable.
- 15.7. <u>Binding Effect</u>. This Agreement shall bind and inure to the benefit of the Company and the Manager and their respective successors and assigns.
- 15.8. <u>Applicable Law</u>. This Agreement shall be governed by and interpreted in accordance with the laws of the State of Illinois.
- 15.9. Impossibility of Performance. Neither the Company nor the Manager shall be liable for loss or damage or deemed to be in breach of this Agreement if its failure to perform its obligations results from: (a) the unavailability of Furnishings and Equipment, Operating Supplies, Operating Services, labor or energy, or the voluntary foregoing of the right to acquire or use any of the foregoing in order to accommodate or comply with Legal Requirements; (b) compliance with Legal Requirements; (c) acts of God; (d) acts or omissions of the other party; (e) fires, strikes, embargoes, war, acts of terrorism, or riot; or (f) any other similar event or cause beyond the control of the non-performing party. Any delay resulting from any of said causes shall extend performance accordingly or excuse performance, in whole or in part, as may be reasonable, except that said causes shall not excuse payments of amounts owed at the time of such occurrence.

[Remainder of Page Intentionally Blank; Signature Page Follows]

IN WITNESS WHEREOF, the parties have duly executed this Agreement as of the day and year first-above written.

THE COMPANY:

LUCKY STRIKE CORPORATION

an Illinois Corporation

Name: Dale Steven Soble

Title: President

THE MANAGER:

ATLAS BREWING COMPANY, LLC an Illinois limited liability company

Name: Dale Steven Soble

Title: Managing Member

From: Randy Mosher [mailto:randymosher@rcn.com]

Sent: Tuesday, February 14, 2012 11:40 AM

To: Steve Soble Subject: Re: logo

Steve,

Here's the logo cleaned up in its details. Also included a black-and-white and grayscale version at a small size, with things adjusted to to smoosh together when used at small sizes.

### --Randy

http://randymosherdesign.com http://radicalbrewing.com Tasting Beer Coming Fall, 2012: Handy Book of Homebrewing http://5RabbitBrewery.com









From: Randy Mosher [mailto:randymosher@rcn.com]

Sent: Tuesday, March 13, 2012 8:29 PM

To: Steve Soble

Subject: Re: Atlas logo

Hi Steve,

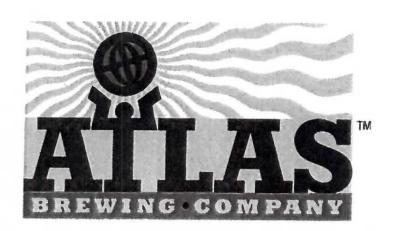
Here's a bunch of ideas about how to add some color to this thing. Let me know if there are directions you'd like to see further explored. It's a pretty bold and simple logo, and seems to work best without a lot of adornment.

Cheers,

--Randy

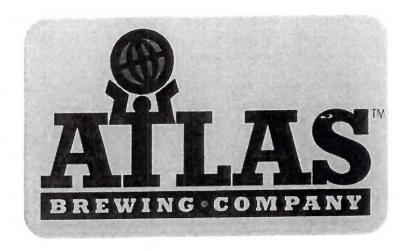
http://randymosherdesign.com http://radicalbrewing.com Tasting Beer Coming Fall, 2012: Handy Book of Homebrewing http://5RabbitBrewery.com























From: ponl@ttb.gov [mailto:ponl@ttb.gov] Sent: Monday, April 02, 2012 8:20 AM To: ssoble@sparetimechicago.com

Subject: New application tracking number(s) assigned

Your application has been assigned one or more new tracking numbers [2012-BRE-00170-O]. These new numbers reflect each specific commodity application type for which you have filed the application and signify that a Specialist has been assigned to begin analysis and investigation of your application(s). Please check Permits Online at <a href="https://www.ttbonline.gov/permitsonline">https://www.ttbonline.gov/permitsonline</a> for more details on your application(s).



## DEPARTMENT OF THE TREASURY ALCOHOL AND TOBACCO TAX AND TRADE BUREAU (TTB) CHANGE IN BOND (CONSENT OF SURETY)

	(OUNCENT OF CONETT)	
What is the legal name of your business (read instruction G)?  Atlas Brewing Company LLC	2. What is your Employer Identification Number (read instruction H)?  4 5 - 2 7 1 6 7 3 1	
3. What is your permit number or registry number listed on the bond that you are changing (read instruction I)?  4. What is the corporate surety, if any, listed on the bond that changing (read instruction J)?  WESTERN SURETY COMPANY		
5. What is the form number of the bond that you are changing?	6. What is the dollar amount of the bond that you are changing?	
TTB F 5130.22	One Thousand and 00/100 \$1,000.00	
7. What is the effective date of the bond that you are changing?  March 7, 2012	What is the effective date of this change in bond? (If no effective date is stated, the effective date is the date of its execution shown in item 10a.)  May 23, 2012	
9. We are changing the above bond as follows:		

The Principal's name has been changed to read: Lucky Strike Corp dba Seven Ten/Atlas

Authorized TTB Official (Signature and Title)

10a.	We bind ourselves to this change and witness our hands a		RETY COMPANY	2012
10b.	Signature for your business(Read instruction K)  Printed name and title	10c. Signature for con	porate surety	Blat s't. Sec.
	Seal of your business	Corporate seal o	of surety	
	Signature of two witnesses			
	Signature of two withesses			
	Printed names of two witnesses			
-		OR TTB USE ONLY		

11b. -

**EXHIBIT** 

Date Approved

## DEPARTMENT OF THE TREASURY ALCOHOL AND TOBACCO TAX AND TRADE BUREAU (TTB) CHANGE IN BOND (CONSENT OF SURETY) - INSTRUCTIONS

- A. What is the purpose of this form? This form shows your, and if any, the corporate surety's requested change to a bond filed with TTB relating to wine, beer, spirits, tobacco products, or cigarette papers and tubes, and TTB's approval of that change.
- B. Where can I get assistance? Contact your specialist in the National Revenue Center by phone at 1-877-882-3277 or 1-513-684-3334, or e-mail to ttbquestions@ttb.gov.
- C. Must I submit two copies with original signatures? You must file two copies with original signatures. If we approve this change of bond, we keep one copy and return the other copy to you.
- D. Where do I send this change in bond? Send signed copies with necessary attachments to:

Director, National Revenue Center 550 Main St, Ste 8002 Cincinnati, OH 45202-5215

- E. How do I make corrections to this change in bond if I make a mistake? If you make any alteration or erasure to this bond, you must identify the correction, and you, and if any, the corporate surety must initial and date next to the correction. If TTB alters this bond, you, TTB, and if any, the corporate surety must initial and date next to the correction with one exception. The exception is you do not identify the TTB permit number(s) or registry number(s) in Item 3. TTB may enter the permit number(s) or registry number(s).
- F. Must I submit this form on more than one sheet? We prefer that you submit this change in bond on a single sheet. However, if you are unable, put your employer identification number and TTB permit number on any additional sheets.
- G. Item 1. What is my business' legal name?

If your business is a:	Your legal name is:
A sole proprietorship	Your full name
A partnership	The name of each partner, or the name of the partnership as filed with the State or local government
A corporation, association, limited	The name as stated on your documents filed with the State or local government
liability company, or other business	

- H. Item 2. What is an Employer Identification Number (EIN)? This is the nine-digit number that the Internal Revenue Service (IRS) assigns to your business. If you do not have an EIN, you must obtain one from the IRS. Use an IRS Form SS-4 and follow instructions on the form to apply for an EIN.
- Item 3. What is my TTB permit number or registry number? DO NOT complete this item if you do not know the TTB permit number or registry number for the bond that you are changing.
- J. Item 4. What is a corporate surety? A corporate surety promises to pay your liability under bond. Leave this item blank if you filed a bond for your business using collateral rather than a corporate surety.
- K. Item 10b. and 10c.
  - a. How do I sign this bond?

If your business is:	Signature:
A sole proprietorship	a. Your name; OR
	<ul> <li>An individual for whom you have filed TTB F 5000.8, Power of Attorney, that grants the authority to sign this bond.</li> </ul>
A partnership	a. Each partner; OR
	b. The partner who has been given the authority to sign by the articles of partnership or similar agreement of all partners that you have filed with your application for a TTB permit; OR
	<ul> <li>An individual for whom TTB F 5000.8, Power of Attorney has been filed, that grants the authority to sign this bond.</li> </ul>
A corporation, association, limited liability company, or other business	<ul> <li>An officer who has been given the authority to sign by the business documents that you have filed with your application for a TTB permit; OR</li> </ul>
A A 10	<ul> <li>An individual for whom you have filed TTB F 5000.8, Power of Attorney, that grants the authority to sign this bond.</li> </ul>

- b. Must I have a seal? If your business is a corporation, association, or other business, you may have a seal. A seal is adopted and used by a business for authenticating its corporate acts and executing legal instruments.
- c. When are witnesses needed and what must they do? If your business has no seal, the witnesses must sign and testify to the fact that you signed the bond in their presence.
- d. How must the corporate surety sign this form? An authorized individual for the corporate surety must sign and affix the corporate surety's seal. Also, the corporate surety must attach a power of attorney authorizing the individual who signs on its behalf.

Bond Number: 61293003

## Western Surety Company

## POWER OF ATTORNEY APPOINTING INDIVIDUAL ATTORNEY-IN-FACT

	make, constitute and appoint	MPANY, a South Dakota corporation, is a duly organized State of South Dakota, and that it does by virtue of the sign
M. Bent		
of Sioux Falls, So	with D-1-4	
its true and lawful Attornov(a)	in Factoria C.	
undertakings and other obligate One Thousand and	ory instruments of similar nature	conferred to sign, seal and execute for and on its behalf bo
	,0,100	\$1,000.00
and to bind it thereby as fully an	nd to the same extent as if such instruments w	ere signed by a duly authorized officer of the corporation and
he acts of said Attorney, pursua	ant to the authority hereby given, are hereby ra	tified and confirmed
This Power of Attorney is n	nade and average t	and committee.
ndicated, by the shareholders of	f the corporation	y of the By-Law printed on the reverse hereof, duly adopted,
	0)	
ornorate seal to be hereto office	STERN SURETY COMPANY has caused the	se presents to be signed by its Senior Vice President and
The same of the second and the	ed on this 23rd day of	May 2012
	SURETY	WESTERN SUREDY COMPAN
No.	E ORPORAL S	WESTERN SUREDY COMPAN
		I al 1. Buffet
tate of South Dakota	TO EACH	Paul T. Bruflat Senior Vice Preside
tate of South Dakota ounty of Minnehaha ss	A Day	
On this	of Mary	
no, being by me duly swom, did	denose and say: that he reside is the College	, before me personally came Paul T. Bruflat, to me know
esident of WESTERN SURET	Y COMPANY described in and the City of	, before me personally came Paul T. Bruflat, to me know Sioux Falls, State of South Dakota; that he is the Senior Vio
rporation; that the seal affixed t	to the said instrument is such company	nted the above instrument; that he knows the seal of sa
Directors of said corporation a	nd that he signed his name therete	ited the above instrument; that he knows the seal of sa that it was so affixed pursuant to authority given by the Boar to like authority, and acknowledges same to be the act an
ed of said corporation.	4 m m m m m m m m m m m m m m m m m m m	10 like authority and acknowledges
	D. KRELL	
commission expires	NOTARY PUBLIC	10 /
November 30, 2012	SOUTH DAKOTA (SEAL)	DO 15000
	\$ 50 50 50 50 50 50 50 50 50 50 50 50 50	D. Krell, Notary Public
		b. Rell, Notally Public
	CERTIFICATE	
	ITY OF WESTERN SURETY COMPANY 4- 1	eby certify that the Power of Attorney hereinabove set forth is
I, L. Nelson, Assistant Secreta		DV Certify that the Power of Attendant
		and the rower of Attorney hereinabove set forth is
		reverse hereof is still in force. In testimony whereof I have
eunto subscribed my name and	t the By-Law of the corporation printed on the affixed the seal of the said corporation this	reverse hereof is still in force. In testimony whereof I have 23rd day of May
eunto subscribed my name and		reverse hereof is still in force. In testimony whereof I have 23rd day ofMay
eunto subscribed my name and		reverse hereof is still in force. In testimony whereof I have 23rd day of
		reverse hereof is still in force. In testimony whereof I have 23rd day of

Form F4280-9-2006

Opposer's Exhibit 13

### Soble

m:

ecommerce@ilsos.net

ant:

Friday, April 06, 2012 10:02 AM ssoble@sparetimechicago.com

10: Subject: IL Secretary of State Adopting LLC Assumed Name.

Proposed New Name: ATLAS/SEVEN TEN

Thank you for using Secretary of State Jesse White's CyberService Express! Your application to adopt LLC Assumed Name has been received and payment processed. Please allow 24 business hours for the processing of your application.

You can check the status of your filing at http://www.ilsos.gov/llcassumedadoptname/status by using the Packet and Authorization Numbers provided below. If you experience any difficulty in obtaining the status of your application, please contact the Web Master at webmaster@ilsos.net

The document created in the status review step above is provided as a PDF file. You must have a recent version of the Adobe Acrobat Reader software properly installed and configured in order to view and print your document. If you are not sure if you have the correct setup you may click this link to verify Adobe Acrobat Reader http://www.cyberdriveillinois.com/special/acrobat\_test\_file.pdf. If you do not have the free Adobe Reader software http://www.adobe.com/products/acrobat/readstep2.html please download and install it before continuing.

If you are still experiencing problems retrieving your document please forward the email receipt from your transaction to webmaster@ilsos.net mailto:webmaster@ilsos.net with a brief description of the problem.

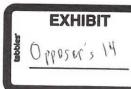
File Number: 03605299

Packet Number: 1333724179288351

Authorization Number: 168700

File Date: 04-06-2012

Total Amount: \$143.75



### Soble

/m: ant:

ecommerce@ilsos.net

Friday, April 06, 2012 10:03 AM

10: Subject:

SSOBLE@SPARETIMECHICAGO.COM Adopt Assumed Name status - Illinois SOS

Re: ATLAS/SEVEN TEN

File Number: 03605299

It has been our pleasure to approve and place on file the Application to Adopt an

You can retrieve a copy of your filing at: http://www.ilsos.gov/llcassumedadoptname/status by using the Packet and Authorization Numbers provided below. If you experience any difficulty in retrieving the document, please contact the Web Master at webmaster@ilsos.net.

Packet Number: 1333724179288351

Authorization Number: 168700

Many other services are now available on-line at www.cyberdriveillinois.com. Among other features available at this site, you may check the status of any LLC or corporation registered with the Secretary of State, purchase a Certificate of Good Standing for your company, or even file an Annual Report.

Sincerely,

Jesse White Secretary of State

Department of Business Services Liability Limitations Division Telephone (217) 524-8008

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## CITY OF CHICAGO

## LICENSE CERTIFICATE

NON-TRANSFERABLE

BY THE AUTHORITY OF THE CITY OF CHICAGO, THE FOLLOWING SPECIFIED LICENSE IS HEREBY GRANTED TO

NAME: THE LUCKY STRIKE CORPORATION

DBA. SEVEN TEN/ATLAS

2743 - 2749 N. LINCOLN AVE., Floor #, Apt./Suite CHICAGO, IL 60614

LICENSE NO .:

LICENSE:

CODB 100

Change of Doing Business As Name

Former DBA: SEVEN TEN

PRINTED ON :

THIS LICENSE IS ISSUED AND ACCEPTED SUBJECT TO THE REPRESENTATIONS MADE ON THE APPLICATION THEREFOR, AND MAY BE SUSPENDED OR REVOKED FOR CAUSE AS PROVIDED BY LAW, LICENSEE SHALL OBSERVE AND COMPLY WITH ALL LAWS, ORDINANCES, RULES AND REGULATIONS OF THE UNITED STATES GOVERNMENT, STATE OF ILLINOIS. COUNTY OF COOK, CITY OF CHICAGO AND ALL AGENCIES THEREOF

WITNESS THE HAND OF THE WAYOR OF SAID CITY AND THE CORPORATE SEAL THERE THIS 30 DAY OF APRIL , 2012

ATTEST:

EXPIRATION DATE:

MAYOR

ACCOUNT NO. 15790

SITE: 1

TRANS NO.

THIS LICENSE MUST BE POSTED IN A CONSPICUOUS PLACE UPON THE LICENSED P



### OFFICE OF THE SECRETARY OF STATE

JESSE WHITE • Secretary of State

MAY 29, 2012

5803-190-9

THE LUCKY STRIKE CORP. DALE STEVEN SOBLE 2747 N LINCOLN AVE CHICAGO, IL 60614

RE SEVEN TEN/ATLAS

DEAR SIR OR MADAM:

APPLICATION TO ADOPT AN ASSUMED NAME HAS BEEN PLACED ON FILE AND THE CORPORATION CREDITED WITH THE REQUIRED FEE.

THE DUPLICATE COPY IS ENCLOSED.

SINCERELY,

JESSE WHITE SECRETARY OF STATE DEPARTMENT OF BUSINESS SERVICES CORPORATION DIVISION TELEPHONE (217) 782-6961

JW:CD

### Application to Adopt. Form BCA-4.15/4.20 Change or Cancel an (Rev. Jan. 2003) **Assumed Corporate Name** Secretary of State DO NOT SEND CASH Department of Business Services This space for use by FILED Springfield, IL 62756 Secretary of State. 217-782-9520 Date: -29-12 www.cyberdriveillinois.com MAY 29 2012 Filing Fee: Remit payment in the form of a JESSE WHITE (See Note Below) SECRETARY OF STATE check or money order, payable to Secretary of State. Approved: 1. Corporate Name: The Lucky Strike Corp. 2. State or Country of Incorporation: IL 3. Date Incorporated (if an Illinois corporation) or Date Authorized to Transact Business in Illinois (if a foreign corporation): October Month & Day Complete No. 4 and No. 5 if adopting or changing an assumed corporate name. 4. Corporation intends to adopt and to transact business under the assumed corporate name of: Seven Ten/Atlas 5. The right to use the assumed corporate name shall be effective from the date this application is filed by the Secretary October of State until \_, the first day of the corporation's anniversary Month & Day month in the next year evenly divisible by five. Complete No. 6 if changing or cancelling an assumed corporate name. 6. Corporation intends to cease transacting business under the assumed corporate name of: 7. The undersigned corporation has caused this statement to be signed by a duly authorized officer who affirms, under penalties of perjury, that the facts stated herein are true and correct. Dated April 25 The Lucky Strike Corporation Ionth & Day Exact Name of Corporation AnylAuthorized Officer's Signature Dale Steven Soble, President Name and Title (type or print)

NOTE: The filing fee to adopt an assumed corporate name is \$150 if the current year ends with a 0 or 5; \$120 if the current year ends with a 1 or 6; \$90 if the current year ends with a 2 or 7; \$60 if the current year ends with a 3 or 8; or \$30 if the current year ends with a 4 or 9.

The fee for cancelling an assumed corporate name is \$5.

The fee to change an assumed name is \$25.

### Illinois Department of Revenue

### ST-1 Sales and Use Tax and E911 Surcharge Return (R-9/11)

15,405.00

DO NOT MAIL INTERNET FILED RETURN

Account ID 2561-6021 This form is for: May 2012

Very must round your figures to whole dollars (See instructions )

This form is due: 06/20/2012

Form ST-1 is due on or before the 20th day of the month following the end of the reporting period.

10	u must round your nigures to	Wilole dollars. (See	matructions.)
S	tep 1: Alcoholic Liqu	or Purchases	S (See instructions.)
lf y	ou are not required to report you	ur purchases, go to S	tep 2.
No	ote: Distributors will also report y	our total purchases to	o us.
Α	Total dollar amount of alcoholic	c liquor purchased	
	(invoiced and delivered)	8,925.00	
S	tep 2: Taxable Recei	pts	
1	Total receipts (Include tax.)	1	32,716.00
2	Deductions - include tax colle	ected	
	(From Schedule A, Line 29.)	2	17,311.00

Step 3: Tax on Receipts	
Sales from locations within Illinois	
General merchandise	

(Subtract Line 2 from Line 1.)

Taxable receipts

4a	15,405.00 x .0950	=4b	1,463.00
Food, dru	gs, and medical appliances		
5a	0.00 x.0225	=5b	0.00

Sales from locat	ions	outside	e Illinois	3	
General merchandis	e				
C-	0	00 4	OCOF	-6h	

6a	0.00 x . <u>0625</u>	=6b	0.00
Food, drugs, a	nd medical appliances		
7a	0.00 x . <u>0100</u>	=7b	0.00

Sales	at	prior	rates
		F	

8a	0.00	8b	0.00
9	Tax due on receipts		
	(Add Lines 4b, 5b, 6b, 7b, and 8b.)	9	1,463.00

### Step 4: Retailer's Discount and Net Tax on Receipts 24 Credit amount

Step 4: Retailer's Discount	and Net I	ax on Receipts
10 If you filed and paid by the due date,		
multiply Line 9 by .0175	10	26.00
11 Net tax due on receipts		0 002 00
(Subtract Line 10 from Line 9.)	11	1,437.00

### s.) Step 5: Tax on Purchases

General merchandise			
<b>12a</b> 92	23.00 x . <u>0625</u>	=12b	58.00
Food, drugs, and medic	al appliances		
13a	0.00 x .0100	=13b	0.00
Purchases at other rate	s		
14a	0.00	14b	0.00
15 Tax due on purchas	ses		
(Add Lines 12b, 13l	b, and 14b.)	15	58.00
Step 6: Net Tax	Due		
16 Tax due from receip	ots and purchases		
(Add Lines 11 and	15.)	16	1,495.00
16a Manufacturer's Pur	rchase Credit		
(See instructions.)		16a	0.00
17 Prepaid sales tax			
(Attach PST-2-copy	A.)	17	0.00
18 Quarter-monthly pa	yments		
(Paid on Form RR-3	3 or by EFT)	18	0.00
19 Total prepayments			
(Add Lines 16a, 17,	and 18.)	19	0.00
20 Net tax due			
(Subtract Line 19 fro	om Line 16.)	20	1,495.00
Step 7: Paymer	nt Due		
21 E911 Surcharge			
(From Schedule B, I	Line 10.)	21	0.00
22 Excess tax and exce	ess surcharge collec		
(See instructions.)		22	0.00
23 Total tax and surcha	arge due		
		22	1 405 00

(Subtract Line 24 from Line 23.)

Step 8: Sign Below

(See instructions.)
25 Payment due

(Add Lines 20, 21 and 22.)

Under penalties of perjury, I state that I have examined this return and, to the best of my knowledge, it is true and correct. The information in this return is taken from the records of the business for which it is filed.

DALE STEVEN SOBLE	773-472-1601	06/12/2012
Taxpayer	Phone	Date
JANICE TISCH	773-472-1601	06/12/2012
Preparer	Phone	Date

CONFIRMATION NUMBER: 12SWF000306056

THE LUCKY STRIKE LOUNGE
THE LUCKY STRIKE CORP
2747 N LINCOLN AVE
CHICAGO, IL 60614-1320



0.00

This form is for: May 2012

50000000	ount ID. 2561-0021	-				
Scl	nedule A — Deductions	lé no	Section 1 deductions no to Section	n 2.		
Sec	tion 1: Taxes and miscellaneous deductions	- II no	Section 1 deductions, go to beaut		1	1,459.00
1	Taxes collected on general merchandise sales and s	ervice	os and sarvice		2	0.00
	Taxes collected on food, drugs, and medical appliant	ces sai	es and service		3	0.00
3	E911 surcharge collected				4	0.00
4	Resale				5	0.00
5	Interstate commerce		ing)		•	0.00
6	Manufacturing machinery and equipment (including)	pnotop	rocessing)		_	0.00
7	Farm machinery and equipment					0.00
8	Graphic arts machinery and equipment	f	all collect food stamps)		9	0.00
9	Supplemental Nutrition Assistance Program (SNAP	- torme	riy called lood stamps)			
10	Enterprise zone			10	)a	0.00
	a Sales of building materials				)b	0.00
	b Sales of items other than building materials					
11	High impact business			11	1a	0.00
	a Sales of building materials			11		0.00
	<b>b</b> Sales of items other than building materials					0.00
	River edge redevelopment zone building materials				13	0.00
13	Exempt organizations	CALE	g.		14	15,219.00
14	Sales of service - identify here PARTY SERVICE	SALE	eta ) identify below		-	
15	Other (including cash refunds, newspapers and mag	azines	, etc.) - Identity below		15	633.00
	MPEA, 7510 & 7525 CITY TAXES				16	17,311.00
	Total Section 1 deductions. Add Lines 1 through 15.				<del></del>	
Sec	ction 2: Motor fuel deductions - If no Section	2 dedi	uctions, go to Section 3.			
90.	State motor fuel tax	NU	mper or gallons 1305	4-	76	0.00
17	Gasoline	200	0.000			
	Gasohol and majority blended ethanol		0.000		2000011	The second
19						
20	Dieselhol	20a			Magazini Parana	0.00
21	Other special fuels	21a	0.000 x .1300		1b	0.00
	Specific fuels sales tax exemption		Receipts Percentage		0.1	0.00
22	Gasohol	22a	0.00 x .2000			0.00
23	Biodiesel blend (90 - 99 percent petroleum-based product)	23a	0.00 x .2000			
24		24a	0.00 x 1.0000		Wilder Co.	
25	100 percent biodiesel	25a	0.00 x 1.0000			
26		26a	0.00 x 1.0000			
27	Other motor fuel deductions	- 102			27 28	0.00
28	Total Section 2 deductions. Add Lines 17b through 2	26b and	d 27.		20	0.00
Se	ction 3: Total deductions  Add Lines 16 and 28. Write this amount on Step 2, I	ine 2	on the front page of this return.		29	17,311.00
29	Add Lines 16 and 26. Write this amount on Step 2,					
-	Schedule B — E911 Surcharg	1e				
	<ol> <li>Receipts from retail transactions of</li> </ol>	of prepa	aid wireless telecommunications service	t sales	1	0.00
	Do not include E911 Surcharge c	ollecte	d from customers or receipts from exemp	i saico	5 IS .	
	Figure your breakdown of retail	trans	actions for <u>Chicago</u> locations	= :	2b	0.00
	2 For Chicago locations		2a 0.00 x.0700 3a 0.00		3b	0.00
	3 For Chicago locations at prior rate	S			4	0.00
	4 Total E911 Surcharge for Chicago	Add L	ines 20 and 30.			
	Figure your breakdown of retail	trans	actions for non-Chicago locations 5a 0.00 ×.0150	=	5b	0.00
	5 For non-Chicago locations				6b	0.00
	6 For non-Chicago locations at prior	rrates			7	0.00
	7 Total E911 Surcharge for non-Chi	cago I	ocations. And Lines of and ob.		-	
	Figure your net E911 Surcharge	10-4	7		8	0.00
	8 Total E911 Surcharge. Add Lines	4 and	tiply Line 8 by 0500		9	0.00
	9 If you filed and paid by the due de	ate, mu	mount on Step 7 Line 21		10	0.00
	10 Subtract Line 9 from Line 8. Write	uns a	Hount on Step 7, Line 21.		-	

### Illinois Department of Revenue

## ST-1 Electronic Funds Withdrawal

### DO NOT MAIL INTERNET FILED RETURN

Name on account: LUCKY STRIKE DBA ATLAS/SEVEN TEN

This payment is for:

May 2012

Payment amount: 1,495.00

Date to debit account: 06/20/2012

Account type:

BUSINESS CHECKING

Routing number: 071001533

Account number: 1205004185

Daytime phone number: 773-472-1601

Home phone number: 773-244-3888

Email Address: JTISCH@SPARETIMECHICAGO.COM



## CONTRACT INDUSTRIES, INC.

Atlas Brewery 2743 N. Lincoln Chicago, Illinois Attn: Steve Soble

April 11, 2012

RE: Remodel

We are pleased to provide our custom seating proposal for the referenced project

- (2) Single (End) Booths with finished rear backs, 72" long.
- (5) Double (Center) Booths at 72" long. 6 "Six-Passenger" Booth Openings 1 Side Only Finished
- (2) "U" Shaped settees, 5'-0" x 7'-0" x 5'-0" long each. Finished end on

The above booths to be 42" high, fully upholstered with a plain/smooth back and removable spring seat. Backs to be wrapped in Pollack Rave, Color Blacklight with Nassimi Vintage Coal vinyl on the seats (Per K.I.)

- (1) Straight wall bench with diamond tufted back, 19'-6" long x 7'-6" tall. Back to be tufted using Design-Tex Rave, Color Steel. Removable spring seat to be wrapped in Nassimi Vintage Coal (Per K.I.) @ \$ 24,482.00
- (1) Pre-finished walnut communal table assembly (per New Line Tavern). 16'-0" long x 3'-0" wide x 3'-6" high. Solid walnut tongue and grooved top with 3" wide edge. Lower "H" shaped support wall with footrails on all @ \$ 5,560.00

Deposit Requested \$ 10,000.00

Mark S. Weitzman

Accepted by:

6641 SOUTH NARRAGANSETT BEDFORD PARK, ILLINOIS 60638

(708) 458-8150 FAX (708) 458-8 355 EMAIL CONTRACTINDUSTRIES@SBCGLOBAL.NET

**EXHIBIT** prosers 18

THE CIRCLE WILL BE A CLOSED ALUMINUM CHANNEL LETTER, PAINTED TUCSON GOLD WITH THE SLASHES ROUTED OUT, BACKED WITH RED PLEK, LIT WITH RED LED,

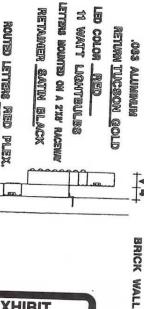


ROUTED COPY BACKED WITH RED PLEX.

BREWING.COMPANY

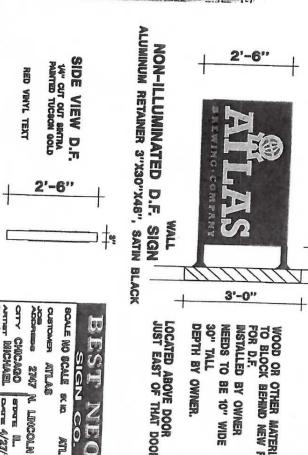


SIDE VIEW



ROUTED LETTERS RED PLEX.





ATLAS

PLEASE. By signing the approval hax on this shotch, I understood that I am accepting all appeats of this drawing. This includes artwork, appeational, discussione, appliing NOTE: and any other representations barein. I also understand that exist repredestions on this shotch are approximate, and may not mainly acceptant product exactly.

APPROVAL:

DATE

Der 4/27/12 Spore IL.

**EXHIBIT** 

PPUSETS

(2) u s (5)

LOCATED ABOVE DOOR
JUST EAST OF THAT DOOR DEPTH BY OWNER. NEEDS TO BE 10" WIDE INSTALLED BY OWNER WOOD OR OTHER MATERIAL TO BLOCK BEHIND NEW FRONT FOR D.F.

# SIGN CO. ATLAS2

## APPLICATION CHECKLIST (continued)

Acceptance Letter

### ACCEPTANCE OF GRANT OF PRIVILEGE PERMIT TERMS

I hereby understand and accept the terms and conditions relative to the issuance of the permit, and by signing below, I acknowledge the receipt of a copy of the Municipal Code of Chicago's 10-28 and 13-20 regulations, as well as all the additional requirements promulgated herein:

I understand it shall be my duty as the permit holder, and as a condition of the permit, to:

- 1. Comply with all the requirements defined within Chicago's Municipal Code, the Rules and Regulations, as well as the requirements promulgated herein;
- 2. Upon the passage of the permit ordinance at City Council, pay the non-refundable applicable Grant of Privilege annual permit fee .
- 3. Upon the submission of the permit application the applicant shall furnish the certificate of insurance; and,
- 4. Resolve all Account Holds since failure to do so will prevent the processing of this permit application;
- Install or maintain the grant of privilege after the issuance of the permit by the Commissioner of Business Affairs and Consumer Protection;

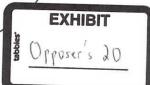
I hereby agree to accept the terms and conditions relative to issuance of the permit. I agree to renew the Certificate of Insurance at least 10 days prior to expiration of the policy. I understand that if the item or items are not constructed/maintained the permit fees will not be refunded.

I understand that failure to adhere to all conditions imposed in the permit may result in revocation of the permit.

SIGNATURE:		DATE:	4-27-12
PRINT NAME:	van Soble	TITLE:	CLUME
-ChicAGO Business	License #		
ACCOUNT #		SITE#	
ACCOUNT#:		OIIL #	
LEGAL NAME OF ENTITY:		SIL#	
Parameter Company of the Company of		SILT	
LEGAL NAME OF ENTITY: BUSINESS NAME (DBA):	RESS:	SIL#	
LEGAL NAME OF ENTITY:	RESS: STATE: <i>Illinois</i>	ZIP CODE	
BUSINESS NAME (DBA): BUSINESS LOCATION ADDR			



City of Chicago | Department of Business Affairs and Consumer Protection | Public Way Use Unit Business Assistance Center | City Hall, Room 800 | 121 North LaSalle Street | Chicago, Illinois 60602 BUSINESS ASSISTANCE CENTER | CITY 1001, 10011 | CITY 1001, 10011 | CITY 1001, 10011 | CITY 1001, 10011 | CITY 1001 | CITY 10011 | CITY



CITY OF CHICAGO · BACP-PWU · GRANT OF PRIVILEGE PERMIT APPLICATION · V.07.05.11



	on the street and		***************************************
ΔPI	PLICANT INFOR	MATION	
	AL NAME OF ENTITY:	.4 11 0	empony
R PERM	MIT MAILING ADDRESS:		
" CITY:	TACT PERSON: <	STATE: IL	ZIP: TITLE:
A PHON		FAX:	E-MAIL:
DDC	DEDTY OWNER	INFORMATION	
		RINFORMATION	
₩ ADDR		e .	
CITY:	Chicago	STATE: IL	ZIP:
LISE	OF THE PUBLI	CWAY	
2000		use(s) below, and complete the w	vorkshoot on noon 2
Us	se only one application for	all public way use type.	vorksheet on page 3.
TYPE	HOW MANY?	BUILDING ADDRESS	
Si	gn 2	*	
		-	
		proposed use of the public way, rounding right-of-way. All measur	which maps to scale the proposed ements must be indicated.
3. All	"No Fee" items require a	\$50 application fee. Please re	mit with application.
4. "No	Fee" items are listed in th	e price list on page 6.	
5. The	prints should also accura t poles, sidewalks).	tely depict the location of the prop	erty line and public facilities (meters,
APPI	ICANT CERTIF	ICATION	
		THE STREET OF TH	on, and the attachments herein,
are true	to the best of my knowl	edge and belief.	
BY:			TITLE:
F.E.I.N.	or SOCIAL SECURITY NU	JMBER:	
V 10 10 10 10			
ALDE	RMAN'S APPRO	DVAL	
		you are required to notify/obtain a of the public way is located.	approval from the Alderman
ALDERM	IAN'S SIGNATURE:		
DATE:			WARD:



City of Chicago | Department of Business Affairs and Consumer Protection | Public Way Use Unit Business Assistance Center | City Hall, Room 800 | 121 North LaSalle Street | Chicago, Illinois 60602 www.cityofchicago.org/bacp | 312.74.GOBIZ (744.6249) | 312.742.1974 (TTY)

CITY OF CHICAGO · BACP-PWU · GRANT OF PRIVILEGE PERMIT APPLICATION · V.07.05.11

### APPLICATION WORKSHEET

For use by NEW APPLICANTS ONLY.

For renewals obtain form from City Hall, 121 N. LaSalle St., Rm. 800 or call (312) 74 - GOBIZ (744-6249)

#### **DIMENSIONS OF PUBLIC WAY USE WORKSHEET**

Use for all public way encroachments except canopies, signs (including marquees) and sidewalk cafés.

Complete the worksheet for use of the public way and indicate all applicable measurements.

Exact Street (i.e. S. State St.)	Quantity	Length o f s'ign	Width Width Fran Build, over	Depth U. K. S. G.	Height of Sign	Height below or above grade	Is this an Existing Public Way Use (Y/N)
Agle FA = Wolfiga Worth Linco	In (	8'	8"	8"	3'-4"	15-4"	NO
pdisign North Line	oln 1	4'	2'	3"	2-6"	11'-6"	No

Describe in detail how the public way is to be used together with the description of location.

513112	roject over the	ie paris	way
See Sketch	ATLAS2		
<b>,</b>			

#### YEAR\* BUILDING WAS CONSTRUCTED:

NOTE: Pursuant to section 2-154-030 of the Municipal Code of the City of Chicago the Corporation Counsel of the City of Chicago may require any such additional information from any applicant to achieve full disclosure relevant to the request for action by the City Council or other city agency. Pursuant to section 2-154-020 of the Municipal code of the City of Chicago any material change in the information required above must be provided by supplementing this statement at any time up to the time the City Council or any city agency takes action on the application.



<sup>\*</sup> Buildings built before 1923 must provide documentation.

### FEE STRUCTURE - Annual Fees

	FLATFEES
Awning	\$50 for the first 25 feet + \$1 each additional foot
Canopy	\$50 for the first 25 feet + \$1 each additional foot
Balcony	\$75 each
Banner	\$75 each
Barber Pole	\$10 each
Bay Window	\$75 each
Bicycle Rack	\$0 / \$50 application fee
Bollard	\$75 each
Cable	\$50 for 1st 25 feet + \$1 each additional linear foot
Conduit (fiber or not)	\$6 per linear foot
Clock	\$400 each
Door Swing	\$75 each
Fire Escape	\$400 each
Flag Pole	\$75 each
Light Fixture	
Light Pole	\$75 each
Manhole	\$400 each
Marquee	\$50 for the first 25 feet + \$1 each additional foot
Park Bench	\$75 each
Security Camera	\$0 / \$50 application fee
Sign	\$100 each (if less than 25 square feet)
	\$300 each (if 25 square feet and up)
Smoking Management	\$75 each (permanent)
Receptacle	\$0 / \$50 application fee (portable)
Trash Container	\$75 each
Windscreen	\$400 each
Landscaping	\$0 / \$50 application fee
Planter	\$0 / \$50 application fee
Trees	\$0 / \$50 application fee
Tree Grate	\$0 / \$50 application fee

The fees for all other structures occupying the public way are determined by a formula based on square feet, real estate value, and level (on, over, under the public way), with a minimum charge of \$400 per item.

Notwithstanding the above, the total fee for a public way use for any combination of signs less than 25 square feet, canopies, awnings, or light fixtures, at the same location, shall not exceed \$175.00 for all such public way uses.

Exemption: No fee shall be charged for a public way use that is on or above the public way for the following: In the case of a residential building, as that term is defined in section 17-17-02146, constructed in or before 1922 (with proof provided with this application), a public way use that is part of the original construction and is a permanent structure of the building provided that in the case of a mixed used building, any public way use that solely is for the use or benefit of any commercial or business activity in the building shall pay the fees for the public way use. In the case of a landmark building, any part of the building which is on or over the public way, including a clock or light fixture if the clock or light fixture is part of the landmark designation. For the purposes of this section, a landmark building shall also include any building, other than a non-contributing building in a landmark district. For any public way use which is below grade level or under the public way or other public place for any building specified above shall pay the appropriate fees.

In addition, pursuant to the Municipal Code of Chicago, the permittee shall indemnify the City of Chicago and its agents and employees, and furnish proof of insurance naming the City of Chicago and its agents and employees as additional insured throughout the duration of the permit term.

DO NOT INCLUDE ANNUAL FEE PAYMENT(S) WITH THIS APPLICATION.





# ALDERMANIC WARD OFFICES LIST

Person Name	N	Vard Ward Pho	ne E-mail	Ward Office	Zip	City Hall Pho
Moreno, Proco Joe		1 (773) 278-0	1101 ward01@cityofchicago.org	2058 N. Western Ave.	6064	
Fioretti, Bob		2 (312) 263-9		1319 S. State St., Suite A		1
Dowell, Pat		3 (773) 373-9		5046 S. State St.	6060	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1
Burns, William D.		4 (773) 536-8		435 E. 35th St., 1st Floor	6061	
Hairston, Leslie A.		5 (773) 324-5	555   Ihairston@cityofchicago.org	2325 E. 71st Street		
Sawyer, Roderick T.		6 (773) 635-0		463 & 1/2 E. 83rd St.	60649	
Jackson, Sandi		7 (773) 375-9	180 ward07@cityofchicago.org	7123 S Yates	60649	
Harris, Michelle A.	1	(773) 874-33	mharris@cityofchicago.org	8539 S. Cottage Grove		1
Beale, Anthony	g		N N	34 East 112th Place	60619	1
Pope, John	1	0 (773) 721-19		3522 E, 106th St.	60628	
Balcer, James	1	1 (773) 254-66		3659 S. Halsted St.	60617	1
Cardenas, George A.	12			2458 W. 38th St.	60609	1
Quinn, Marty	13				60632	(312) 744-3040
Burke, Edward M.	14			6500 S. Pulaski Rd. 2650 W. 51st Street	60629	<del> </del>
Foulkes, Toni	15				60632	(312) 744-3380
Thompson, Joann	16			3045 W. 63rd St.	60629	(312) 744-6850
Thomas, Latasha R.	17				60609	(312) 744-3069
Lane, Lona	18			7811 S. Racine Ave.	60620	(312) 744-7738
O'Shea, Matthew J.	19	(773) 238-876		8146 S. Kedzie	60652	(312) 744-6856
Cochran, Willie	20	(773) 955-561		10400 S. Western Ave.	60643	
Brookins, Jr., Howard	21	(773) 881-930		6357 S. Cottage Grove	60637	(312) 744-6840
Munoz, Ricardo	22	(773) 762-177		9612 S. Halsted St.	60628	(312) 744-4810
Zalewski, Michael R.	23	(773) 582-4444		2500 S. St Louis	60523	(312) 744-9491
Chandler, Michael D.	24	(773) 533-2400	3 3	6247 S. Archer Ave.	60638	(312) 744-6828
Solis, Daniel	25	(773) 523-4100		1158 S. Keeler St.	60624	
Maldonado, Roberto	26	(773) 395-0143		2439 S. Oakley St.	80608	(312) 744-6845
Burnett, Jr., Walter	27	(312) 432-1995		2434 W. Division St.	60622	(312) 744-6853
Ervin, Jason C.	28	(773) 533-0900		1463 W. Chicago Ave.	60622	(312) 744-6124
Graham, Deborah L.	29	(773) 261-4646		259 N. Pulaski Rd.	60624	(312) 744-3066
Reboyras, Ariel	30	(773) 794-3095		5755 West Division Street	60651	(312) 744-8805
Suarez, Regner Ray	31	(773) 486-6488	ward30@cityofchicago.org rsuarez@cityofchicago.org	3348 N. Milwaukee Ave.	60641	(312) 744-3304
Waguespack, Scott	32	(773) 248-1330	info@ward32.org	4502 W. Fullerton Ave.	60639	(312) 744-6102
Mell, Richard F.	33	(773) 478-8040	meli@cityofchicago.org	2657 N. Clyboum	60614	(312) 744-6587
Austin, Carrie M.	34	(773) 928-6961		3649 N. Kedzie Ave.	60618	(312) 744-6825
Colón, Rey	35	(773) 365-3535	caustin@cityofchicago.org	507 W. 111th St.		(312)744-6820
Sposato, Nicholas	36	(773) 836-0036	ward35@cityofchicago.org	2710 N. Sawyer Ave.		(312) 744-6835
Mitts, Emma	37	(773) 745-2894	amilla Caltar Cali	6934 W. Diversey	60707	
Cullerton, Timothy M.	38	(773) 545-3838	emitts@cityofchicago.org	5344 W. North Ave.		(312) 744-8019
Laurino, Margaret	39		t	5817 W. Irving Park Rd.	60634	(312) 744-6811
O'Connor, Patrick J.	40	(773) 736-5594	mlaurino@cityofchicago.org	4404 W. Lawrence Ave.		312) 744-7242
O'Connor, Mary	41	(773) 769-1140 (773) 594-8341	pjoconnor@cityofchicago.org	5850 N. Lincoln Ave.	60659	312) 744-6858
Reilly, Brendan	42			6107 N. Northwest Highway	60631	
Smith, Michele	43	(312) 642-4242 (773) 348-9500		325 W. Huron, Suite 510		312) 744-3062
Tunney, Thomas	44			735 W. Wrightwood Ave.	60614	
Arena, John	-	(773) 525-6034		1057 W. Belmont Ave.	60657 (	312) 744-3073
Cappleman, James	45	(773) 286-4545		4754 N. Milwaukee Ave.		312) 744-6841
Pawar, Ameya	46	(773) 878-4646		4544 N. Broadway Ave.	60640	
	47	(773) 868-4747		4243 N. Lincoln Ave.	60618	
		(773) 784-5277 (773) 338-5796		5533 N. Broadway Ave.	60640	
	44 I	177313355796	Wara (Office this conservation)	7356 N. Greenview Ave.	60626 (3	

Please go to <a href="http://www.cityofchicago.org/city/en/about/council.html">http://www.cityofchicago.org/city/en/about/council.html</a> for up-to-date aldermanic information.





Department of Business Affairs and Consumer Protection

Business Assistance Center - Public Way Use Unit City Hall - 121 N. LaSalle Street, Room 800 • Chicago, IL 60602 (312)-74-GOBIZ (312-744-6249) • (312) 744-1944 (TTY) http://www.cityofchicago.org/bacp

# CITY OF CHICAGO DEPARTMENT OF BUSINESS AFFAIRS AND CONSUMER PROTECTION BUSINESS ASSISTANCE CENTER - PUBLIC WAY USE UNIT

Printed On: 05/03/2012

SEVEN TEN/ATLAS c/o C.C. Grant 2747 N. LINCOLN AVE. CHICAGO, IL 60614

> Chicago, IL Issued: 05/03/2012 Acct No. 15790 - 1 Permit No. 1096638 Ward: 32

Pursuant to an Ordinance passed by the City Council of the City of Chicago on 11/02/2011, and Printed upon page 12044 of the Journal of the Proceedings of the City Council of that date, permission and authority are hereby given and granted to SEVEN TEN/ATLAS.

(SEE ATTACHED ORDINANCE)

THIS PERMIT IS ISSUED AND ACCEPTED upon the condition that said sign shall be constructed and maintained in accordance with and subject to all conditions, stipulations and requirements of the ordinances of the City of Chicago, and all orders and ordinances which may be passed by the City Council pertaining to same, and all orders of the Commissioner of Transportation.

The permit holder agrees to hold the City of Chicago harmless for any damage, relocation or replacement costs associated with damage, relocation or removal of private property caused by the City performing work in the public way.

THIS PERMIT IS REVOCABLE by the Commissioner of Department of Business Affairs and Consumer Protection at any time.

Department of Business Affairs and Consumer Protection, City of Chicago



er nestor +

8 1 3 5 M O N T I C E L L O A V E N U S K O K I E I L 6 0 0 7 6 U S F T e l : **8 4 7 + 7 6 3 + 1 6 9** F a x : 8 4 7 + 7 6 3 + 1 6 9

N0021B-2

27-Apr-12

PROJECT:

Chicago, IL

\$0.00

Atlas Brewery

2747 N. Lincoln

please

### **INVOICE**

FROM:

Barker Nestor, Inc.

8135 Monticello Ave.

Skokie, IL 60076

T: 847+763+1692

FEIN: 36-4172794

SUBMITTED TO:

Mr. Steve Soble

SPARE TIME

2747 N. Lincoln Ave.

Chicago, IL 60614

We hereby submit for payment on the above referenced project for:

BASE CONTRACT

Preliminary Zoning & Building Code Analyses Completed Preliminary Design Completed Schematic Design \$3,120.00 Construction Documents \$11,360.00 Construction Administration Hourly Structural Systems Design & Documentation \$0.00 M.E.P. Systems Design & Documentation \$10,000.00 Preliminary Conceptual Research & Design \$1,400.00 Standard Fixtures & Furnishings Seletion \$2,500.00 Art & Artifact Resourcing & Selection \$1,700.00 Fixed Fee \$24,480.00

**ADDITIONAL SERVICES** 

None

REIMBURSABLES

Outsource Printing & Delivery Service (x1.15) \$244.00

**PREVIOUS PAYMENTS** 

Ck#2 July 20th, 2011 (\$8,000.00) CK#4 August 26th, 2011 (\$5,800.00)

THIS INVOICE

Owner Design Changes Issued: February 8th, 2012

(3) Principal Hours @ \$150/ Hour\$450.00Pro Bono(58) Project Manager Hours @ \$85/Hour\$4,930.00Pro BonoM.E.P. Systems Designs & Documentation\$10,000.00Schematic Design (Remaining)\$680.00Reimbursables\$244.00

TOTAL DUE NOW \$10,924.00

EXHIBIT

Opposer's 22



A 5

ATLAS BREWING COMPANY LLC 2747 N LINCOLN AVE CHICAGO IL 60614



that's rooted in your community!
Visit a branch for more details!

 Last Statement Date
 Current Statement Date
 Pages

 April 30, 2012
 May 31, 2012
 1 of 15

#### Statement Summary

Account Description	Account Number	Opening Balance	Total Credits*	Total Debits*	Ending Balance
FREE BUSINESS PLUS	1205004185	11,589,38	228.620.29	219,740.46	20,469,21
*Total Credits/Total Debits do not include Interest and/or Service Charge	Constant Care	11.045.00.000	(,30)	+ .30	20,403.21

#### Statement Detail

### FREE BUSINESS PLUS-1205004185

Date		Check Number	Transaction	Credits(+	)	Debits(-)	Balance
MAY	01		HRTLAND PMT SYS TXNS/FEES ATLAS SEVEN TEN LOUNG		•	118.68	11,470.70
MAY	01	20024	CHECK			1,500.00	9,970.70
MAY	01	1003	CHECK			713.07	9.257.63
MAY	01	20023	CHECK			561,97	
MAY	04	20018	CHECK				8,695.66
MAY	07		HRTLAND PMT SYS TXNS/FEES ATLAS SEVEN TEN	2,372.92	V	300.00	8,395.66 10,768.58
MAY	07		HRTLAND PMT SYS TXNS/FEES ATLAS SEVEN TEN	2,600.48	L		13,369.06
MAY	07		DEPOSIT	546.00	~		13,915.06
MAY	07		DEPOSIT	280.00			14,195.06
MAY	07		DEPOSIT	95.00			14,290.06
MAY	07	20027	CHECK	00.00		519.94	
MAY	07	1008	CHECK			275.76	13,770.12
MAY	08		Chicago Beverage FintechEFT			150000000000000000000000000000000000000	13,494.36
	5.21		Spare Time, Inc. dba L			129.40 L	13,364.96
MAY	80		HRTLAND PMT SYS TXNS/FEES ATLAS SEVEN TEN	1,244.23	V		14,609.19
MAY	80		LN DISB 11052995 JMR/NXW	149,238,43	/		163,847.62
MAY	08		DEPOSIT	10,000.00			173,847.62
MAY	08		DEPOSIT	761.57			174,609.19

Continued on page 2

<sup>\*</sup> Asterisk next to transaction date indicates the date shown is the effective date and not the transaction date

### IMPORTANT INFORMATION REGARDING YOUR ACCOUNT

IN CASE OF ERRORS OR QUESTIONS ABOUT YOUR ELECTRONIC TRANSFERS, please telephone the Bank at (866) 957-7700 during normal business hours. To report a lost or stolen ATM or MasterCard® Debit Card, please follow your TeleBanker message instructions or call the after-hours number at (800) 554-8969. Additionally, to report a lost or compromised password to your accounts on-line at any hour of the day or night, please dial North Community Bank NetBanker Plus Support at (866) 518-9124. If you have any other questions having to do with automated withdrawals from your account, you may write us or telephone us at:

North Community Bank Attn: Personal Banking Department 3639 N. Broadway Chicago, IL 60613 (773) 244-7000

If you think your statement or receipt is wrong or if you need more information about a transfer on the statement or receipt, we must hear from you no later than 60 days after we sent you the FIRST statement on which the error or problem appeared. Please report the following:

1) Your name and account number.

- 2) The error or the transfer you are unsure about and explain as clearly as possible why you believe it is an error or why you need more
- The dollar amount of the suspected error.

We will investigate your complaint and will correct any error promptly. If we take more than 10 business days (20 business days for transactions during the first 30 days of an account) to do this, we will credit your account for the amount you think is in error so that you will have the use of the money during the time it takes us to complete our investigation.

IN CASE OF ERRORS OR INQUIRIES ABOUT YOUR REVOLVING CREDIT ACCOUNT STATEMENT: If you think your bill is wrong, or if you need more information about a transaction on your bill, write us on a separate sheet at 3639 N. Broadway, Chicago, IL 60613. Write us as soon as possible. We must hear from you no later than 60 days after we sent the FIRST statement on which the error or problem appeared. You can telephone us, but doing so will not preserve your rights. In your letter, please report the following:

- 1) Your name and account number. 2) The error or the transfer you are unsure about and explain as clearly as possible why you believe it is an error or why you need more
- 3) The dollar amount of the suspected error.

If you have authorized us to pay your bill automatically from your savings or checking account, you can stop the payment on any amount you think is wrong. To stop the payment, your letter must reach us 3 business days before the automatic payment is scheduled to occur.

YOUR RIGHTS AND OUR RESPONSIBILITIES AFTER WE RECEIVE YOUR WRITTEN NOTICE: We must acknowledge your letter within 30 days, unless we have corrected the error by then. Within 90 days, we must either correct the error or explain why we believe the bill is correct. After we receive your letter, we cannot try to collect any amount you question, or report you as delinquent. We can continue to bill you for the amount you question, including fmance charges, and we can apply any unpaid amount against your credit limit. You do not have to pay any questioned amount while we are investigating, but you are still obligated to pay the parts of your bill that are not in question. If we find that we made a mistake on your bill, you will not have to pay any finance charges related to any questioned amount. If we didn't make a mistake you may have to pay finance charges and you will have to make up any missed payments on the questioned amount. In either case, we will send you a statement of the amount you owe and the date on which it is due.

If you fail to pay the amount we think you owe, we may report you as delinquent. However, if our explanation does not satisfy you and you write to us within 10 days telling us that you still refuse to pay, we must tell anyone we report you to that you have a question about your bill, and we must tell you the name of anyone we reported you to. We must tell anyone we report you to that the matter has been settled between us when it finally is. If we don't follow these rules, we cannot collect the first \$50 of the questioned amount, even if your

FINANCE CHARGE COMPUTATION: We figure the finance charge on your account by applying the periodic rate to the "average daily balance" of your account (including current transactions). To get the "average daily balance" we take the beginning daily balance of your account each day, add any new loans, and subtract any payments or credits and unpaid finance charges. This gives us the daily balance. Then, we add up all the daily balances for the billing cycle and divide the total by the number of days in the billing cycle. This gives us the "average daily

Please examine this statement at once. If no errors are reported within 60 days, the account will be considered correct.

Direct inquiries to the address and phone number shown on the front of this statement. Check images represent items that have been presented and may not constitute payment.



#### CHECKING ACCOUNT STATEMENT RECONCILIATION

OUTSTA	NDING CREDITS
ITEM NO.	AMOUNT
TOTAL	

OUTSTANDING DEBITS			
ITEM NO.	AMOUNT		
TOTAL			

Balance Shown on this Statement	\$
Outstanding	
Credits (if any)	+ 5
TOTAL	\$
Outstanding	
Debits	- \$
BALANCE*	s

\*Your register should equal this balance.

1,220.00

19,381.80

Statement D	etail (cont'd)	May 31, 2012		Pa	ge 2 of 1
Date	Check Number	Transaction	Credits(+)	Debits(-)	Balance
MAY D8	1009	CHECK		756.14	173,853.05
MAY 09		fintech.net FintechEFT		20.00	173,833.05
		Spare Time, Inc. dba L			
MAY 09		HRTLAND PMT SYS TXNS/FEES	86.00		173,919.05
		ATLAS SEVEN TEN			
MAY 09	20030	CHECK		300.00	173,619.05
MAY 10		Chicago Beverage FintechEFT		228.18	173,390.87
		Spare Time, Inc. dba L			
MAY 10		PAYCOR INC. SVC-PAYCOR		300.10 ₽	173,090.77
		ATLAS BREWING COMPANY		700 AF V	470 264 62
MAY 10		PAYCOR INC. tax fund		726.15	172,364.62
		ATLAS BREWING COMPANY		424 40	172 242 44
MAY 10		River North Sale FintechEFT		121.18	172,243.44
		Spare Time, Inc. dba L	257.47 v		172,500.91
MAY 10		HRTLAND PMT SYS TXNS/FEES	251.41 V		172,500.91
447 40		ATLAS SEVEN TEN		145.88 V	172,355.03
MAY 10		Windy City Distr FintechEFT		143.00	172,333.03
MAY 11		Spare Time, Inc. dba L HRTLAND PMT SYS TXNS/FEES	468.82 v		172,823.85
VIATITI		ATLAS SEVENTEN	400.02		172,020.00
MAY 11		Louis Glunz Beer FintechEFT		300 02 ~	172,523.83
WAT 11		Spare Time, Inc. dba L		000 01.	(, =, = = = = = = = = = = = = = = = = =
/AY 11		DEPOSIT	5,000.00 V		177,523.83
MAY 11		DEPOSIT	260.00 V		177,783.83
/AY 11		DEPOSIT	70.00 V		177,853.83
/AY 11		DEPOSIT	6.00 V		177,859.83
MAY 11	1011	PRIORITY CHECK		368.00	177,491.83
MAY 11	1012	PRIORITY CHECK		119.00	177,372.83
1AY 11	20028	CHECK		153,503.55	23,869.28
MAY 11	20026	CHECK		304.96	23,564.32
MAY 14		HRTLAND PMT SYS TXNS/FEES	842.24 V		24,406.56
		ATLAS SEVEN TEN			
1AY 14		HRTLAND PMT SYS TXNS/FEES	2,016.47		26,423.03
		ATLAS SEVEN TEN			22 22
IAY 14		HRTLAND PMT SYS TXNS/FEES	3,022.55		29,445.58
		ATLAS SEVEN TEN	/		04 445 50
1AY 14		DEPOSIT	5,000.00 🗸		34,445.58
IAY 14		DEPOSIT	756.14		35,201.72
IAY 14		DEPOSIT	251.00		35,452.72
IAY 14		DEPOSIT	160.00 ✓	4 000 00	35,612.72
IAY 14	20040 20031	PRIORITY CHECK		4,000.00 6,010.61	31,612.72 25,602.11
AY 14	104	CHECK		497.51	25,104.60
AY 14 AY 14	20032	CHECK		227.80	24,876.80
AY 14	103	CHECK		140.81	24,735.99
AY 14	103	CHECK		132.47	24,603.52
AY 15	20041	PRIORITY CHECK		2,000.00	22,603.52
AY 15	20025	CHECK		1,500.00	21,103.52
AY 15	20029	CHECK		450.07	20,653.45
AY 15	111	CHECK		231.81	20,421.64
AY 15	107	CHECK		91.21	20,330.43
AY 16	.5.	HRTLAND PMT SYS TXNS/FEES	271.37 F	5000	20,601.80
7/4S 250		ATLAS SEVEN TEN			
AV 16	20020	CHECK		1 220 00	10 381 80

Continued on page 3

**MAY 16** 

20029 CHECK

<sup>\*</sup> Asterisk next to transaction date indicates the date shown is the effective date and not the transaction date

Statem	ent Deta	il (cont'd)	May 31, 2	012	P	age 3 of 15
Date		Check Number	Transaction	Credits(+)	Debits(-)	Balance
MAY 1	16	105	CHECK		734.05	18.647.75
MAY 1	16	112	CHECK		163.43	18,484.32
MAY 1	16	20037	CHECK		83.18	18,401.14
MAY 1	16	101	CHECK		67.94	18,333.20
MAY 1	17		Chicago Beverage FintechEFT Spare Time, Inc. dba L		417.74 2	17,915.46
MAY 1	17		River North Sale FintechEFT Spare Time, Inc. dba L		210.67	17,704.79
MAY 1	7		HRTLAND PMT SYS TXNS/FEES ATLAS SEVEN TEN	305.75 ✓		18,010.54
MAY 1	7		Louis Glunz Beer FintechEFT Spare Time, Inc. dba L		722.52 V	17,288.02
MAY 1	7		DEPOSIT	10,000.00 V		27,288.02
MAY 1	7		DEPOSIT	291.40		27,579.42
MAY 17	7	1004	PRIORITY CHECK	Š.	4,291.10	23,288.32
MAY 17	7	20033	CHECK		477.24	22,811.08
MAY 18	8		Windy City Distr FintechEFT Spare Time, Inc. dba L		238.24 ~	22,572.84
MAY 18	В		HRTLAND PMT SYS TXNS/FEES ATLAS SEVEN TEN	1,349.04 V		23,921.88
MAY 18	3		DEPOSIT	17.00 ℃		23,938.88
MAY 18	3		DEPOSIT	5.00 🗸		23,943.88
MAY 18	3	1015	PRIORITY CHECK		61.00	23,882.88
MAY 21	i)		PAYPAL VERIFYBANK SPARE TIME INC.	0.10 0		23,882.98
MAY 21	li:		PAYPAL VERIFYBANK SPARE TIME INC.	0.20		23,883.18
MAY 21			PAYPAL VERIFYBANK SPARE TIME INC.		0.30	23,882.88
#AY 21			HRTLAND PMT SYS TXNS/FEES ATLAS SEVEN TEN	161.64 🗸		24,044.52
AAY 21			HRTLAND PMT SYS TXNS/FEES ATLAS SEVEN TEN	543.75 V		24,588.27
1AY 21			HRTLAND PMT SYS TXNS/FEES ATLAS SEVEN TEN	4,494.35 V		29,082.62
1AY 21			DEPOSIT	76.00		29,158.62
MY 21		20038	CHECK		1,500.00	27,658.62
IAY 22			HRTLAND PMT SYS TXNS/FEES ATLAS SEVEN TEN	312.14 V		27,970.76
AY 22		20050	CHECK		2,016.07	25,954.69
AY 22		100	CHECK		191.26	25,763.43
AY 22		113	CHECK		87.38	25,676.05
AY 22		108	CHECK		39.90	25,636.15
AY 22		20048	CHECK		35.66	25,600.49
AY 23			HRTLAND PMT SYS TXNS/FEES ATLAS SEVEN TEN	534.47		26,134.96
AY 23			DEPOSIT	10,000.00		36,134.96
AY 23		1016	CHECK		6,000.00	30,134.96
AY 23		20035	CHECK		1,000.00	29,134.96
AY 24			PAYCOR INC. tax fund ATLAS BREWING COMPANY		1,161.21	27,973.75
AY 24			PAYCOR INC. SVC-PAYCOR ATLAS BREWING COMPANY		61.60 🗸	27,912.15
AY 24			HRTLAND PMT SYS TXNS/FEES	472.04		28,384.19

Continued on page 4

<sup>\*</sup> Asierisk rext to transaction date indicates the date shown is the effective date and not the transaction date

Statemen	t Detail (cont'd)			May 31, 20	12			Page	4 of
Date	Check Numbe		action		<u>c</u>	redits(+)	Debits(-)		Balang
MAY 24			LAS SEVEN Glunz Beer I				445.07	./	
section Tolk			are Time, Inc				145.27		28,238.9
MAY 24			City Distr Fi					~	anno a variono o
			are Time. Inc				145.88		28,093.0
MAY 24	20036			. dua L					
MAY 25	20000			S TXNS/FEES		000 00 /	1,000.00		27,093.0
.,			LAS SEVEN			224.42			27,317.4
MAY 25		DEPO		IEM					
MAY 25		DEPO	77.5.70			145.00			27,462.4
MAY 25	1018	57/2015/35	RITY CHECK			51.00 V			27,513.4
MAY 25	20051	CHEC					36.00		27,477.46
MAY 25	20031						1,301.82		26,175.64
MAY 25	106	CHEC					493.78		25,681.86
MAY 29	100	CHEC					97.91		25,583.95
WA 1 20				S TXNS/FEES	1,	,005.62 V			26,589.57
MAY 29			AS SEVEN						
WAT 28				S TXNS/FEES	1,	887.71			28,477.28
MAN OO			AS SEVEN T						
MAY 29				S TXNS/FEES		503.73 V			28,981.01
	*********		AS SEVEN T	EN					
MAY 29	1020	CHECK					3,000.00		25,981.01
MAY 29	1019	CHECK					1,500.00		24,481.01
MAY 29	20063	CHECK					825.20		3,655.81
MAY 29	119	CHECK					516.13		3,139.68
MAY 29	126	CHECK					309.85		2,829.83
MAY 29	118	CHECK					298.97		2,530.86
MAY 29	127	CHECK					203.59		2.327.27
MAY 29	20044	CHECK					30.19		2,297.08
MAY 30		DEPOS	IT		2	241.00			2,538.08
1AY 30	1022	PRIOR!	TY CHECK				100.00		2,438.08
1AY 30	120	CHECK					759 68		1,678.40
1AY 30	20064	CHECK					685.00		0,993.40
IAY 30	20045	CHECK					375.00		0,618.40
IAY 31		HRTLAN	ID PMT SYS	TXNS/FEES	3	92.24	373.00		1,010.64
		ATLA	S SEVEN TE	N				- 2	1,010.04
AY 31		DEPOSI	Т		10.0	00.00		2	1,010.64
		SERVIC	E CHARGE	DEBIT	70,0	00.00	0.00		
AY 31	1007		YCHECK	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			4,172.32		1,010.64
AY 31	20042	CHECK					3,332.60		5,838.32
AY 31	20074	CHECK					2,695.00		3,505.72
AY 31		CHECK					219.05		0,810.72
AY 31	10000	CHECK					122.46		0,591.67
							122.40	20	,469.21
			, ,	CLEARED CHEC	KS				
Check #		mount	Check#	Date Paid	Amount	Check#	Date Paid	An	nount
100		191.26	108	MAY 22	39.90	* 123	MAY 31	1.	22.46
101	MAY 16	67.94	* 111	MAY 15	231.81	* 126	MAY 29	3	09.85
102		132.47	112	MAY 16	163.43	127	MAY 29		03.59
03		140.81	113	MAY 22	87.38	* 1003	MAY 01		13.07
04		497.51	* 117	MAY 31	219.05	1004	MAY 17		91.10
05		734.05	118	MAY 29	298.97	* 1007	MAY 31		72.32
06	MAY 25	97.91	119	MAY 29	516.13	1008	MAY 07		5.76
07	MAY 15	91.21	120	MAY 30	759.68	1009	MAY 08		6.14

Continued on page 5

<sup>\*</sup> Asterisk next to transaction date indicates the date shown is the effective date and not the transaction date

### ATLAS BREWING COMPANY LLC

Statement l	Detail (cont'd)			May 31, 201	2			Page 5 of						
	CLEARED CHECKS													
Check#	Date Paid	Amount	Check#	Date Pald	Amount	Check#	Date Paid	Amount						
* 1011	MAY 11	368.00	20027	MAY 07	519.94	20041	MAY 15	2.000.00						
1012	MAY 11	119.00	20028	MAY 11	153,503.55	20042	<b>MAY 31</b>	3,332.60						
* 1015	MAY 18	61.00	20029	MAY 16	1,220.00	* 20044	MAY 29	30.19						
1016	MAY 23	6,000.00	20030	MAY 09	300.00	20045	MAY 30	375.00						
* 1018	MAY 25	36.00	20031	MAY 14	6,010.61	* 20048	MAY 22	35.66						
1019	MAY 29	1,500.00	20032	MAY 14	227.80	20049	MAY 25	493.78						
1020	MAY 29	3,000.00	20033	<b>MAY 17</b>	477.24	20050	MAY 22	2.016.07						
1022	MAY 30	100.00	20035	<b>MAY 23</b>	1,000.00	20051	<b>MAY 25</b>	1,301.82						
20018	MAY 04	300.00	20036	MAY 24	1,000.00	* 20063	<b>MAY 29</b>	825.20						
20023	MAY 01	561.97	20037	MAY 16	83.18	20064	MAY 30	685.00						
20024	MAY 01	1,500.00	20038	MAY 21	1,500.00	* 20074	MAY 31	2.695.00						
20025	MAY 15	1,500.00	20039	MAY 15	450.07	I Company of the								
20026	MAY 11	304.96	20040	<b>MAY 14</b>	4,000.00									
	61 check(s) cleared		Total o	of check(s): \$214	547.44	* Indicate	s check(s) out	of sequence.						

Should you have any questions regarding your account, please call (773) 244-7000.

<sup>\*</sup> Asierisk next to transaction date indicates the date shown is the effective date and not the transaction date



The Highest Standards | The Most Trusted Transactions

ATLAS SEVEN TEN 2747 N LINCOLN AVE CHICAGO, IL 60614-1320

## Merchant Statement

Statement Date: 05/31/2012

Statement Period: 05/01/2012 - 05/31/2012

DBA Name: ATLAS SEVEN TEN

Merchant Number: 650000006548849

Store Number:

Heartland is committed to fair dealings and full disclosure. We continue to pass through 100% of the Durbin savings.

### \*\*\* Contact Information \*\*\*

Customer Service: 1-888-963-3600

HPS Merchant Center: www.e-hps.com

Heartland Payment Systems One Heartland Way Jeffersonville, IN 47130

This Is Not A Bill

### HPS Deposits & Fees At A Glance

Visa Deposits:			\$19,757.88
	Less Visa Pass-thru Interchange & Fees:	\$414.41	\$15,757.00
	Total Visa Pass-thru Interchange & Fees:	\$414.41	
MasterCard Deposits:		*	\$3,800.39
	Less MasterCard Pass-thru Interchange & Fees:	\$76.14	\$3,600.39
25	Total MasterCard Pass-thru Interchange & Fees:	\$76.14	
American Express Depos			\$1,833.77
	Less American Express Pass-thru Interchange:	\$67.85	Ψ1,000,77
200 000	Total American Express Pass-thru Interchange:	\$67.85	
Discover Deposits:			\$239,41
	Less Discover Pass-thru Interchange & Fees:	\$6.35	\$209.41
	Total Discover Pass-thru Interchange & Fees:	\$6.35	
Less	s Heartland Payment Systems Processing Fees:	\$34.33	
	Less Other Processing and One-Time Fees:	(\$1.59)	
	Total Processing and One-Time Fees:	\$32.74	
otal Deposits:	0	402.14	605 004 45
Total Credit Card Fees:			\$25,631.45
			\$597.49

<sup>\*</sup> More detailed processing fee information on the following pages. All Heartland fees automatically include transaction savings, if applicable.

HPS Customer Service 1-888-963-3600 www.HeartlandMerchantCenter.com

650000006548849



Important Messages

Contact Your local Heartland Servicing Relationship Manager to find out how you can view more customized statement information online at the <u>HPS Merchant Center</u>. Visit the Heartland Merchant Center at www.HeartlandMerchantCenter.com.

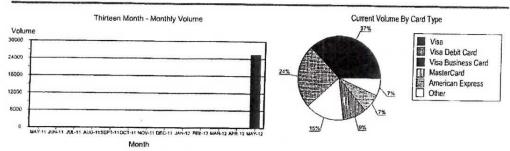
HPS Customer Service 1-888-963-3600 www.HeartlandMerchantCenter.com

650000006548849

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### Your Business



Fee Summary

Fee Type	# of Trans	Total \$ Amount	Discount % Rate	DPI	Transaction Fee	Total Fee
Visa Pass-thru Interchange & Fees					· · · · · · · · · · · · · · · · · · ·	
FANE Customer Present - 1   nestion	1	\$0,00				7-000
Network Acquirer Proc Fee Sig Debit Adj Network Acquirer Processing Fee Transaction Integrity Fee 46 ton @ \$0,100 Visa Assessment Fee	175	\$6,688.12		-	******	\$2.0
Network Acquirer Processing Fee	291	\$17,764.60		•	\$0.0040	-\$0.7
Transaction Integrity Fee 46 txn @ \$0.100	1	\$0.00			\$0.0195	\$5.6
Visa Assessment Fee	284	S19.757.88	0.1100		S-3	\$4.6
	284	\$19,757.88 \$3,504.83	0.1100	- 5	\$0.0030	\$21.8
visa taster Settlement Fee VS CR Business Enhanced Electronic VS CR Corporate Card Travel Service VS CR CPS/Restaurant VS CR CPS/Restaurant VS CR CPS/Rewards 2 VS CR CPS/Small Tickel VS CR CPS/Small Tickel VS CR EIRF	3	\$3.504.83	2.7500	\$0.15	\$0,0030	\$1.0
VS CR Corporate Card Travel Service	1	\$72.29	2.5500	\$0.15 \$0.10		\$96.8 \$1.9
VS CR CPS/Restaurant	7	\$382.89	1.5400	\$0.10	-	\$6.6
VS CR CPS/Rewards 2	11	\$1,273.72	1,9500	\$0.10 \$0.10	-	\$0.0 \$26.0
VS CR CPS/Small Ticket	9	\$1,273.72 \$91.70	1,6500	\$0.04	-	\$25.9 \$1.8
VS CR EIRF	18	\$861.75	2,3000 1,1000	\$0.10		\$21,6
va CR ing Electronic	1	\$90.00	1.1000			\$0.9
VS CR Purchasing Card Travel Service	2	\$1,629.44	2.4500	\$0.10		\$40.1.
VS CR Sig Pref Ele	11	\$353.09 \$576.20	2.4000	\$0.10		\$9.5
VS CR Sig Pret Sid VS CR Signature Cards VS CR Standard VS DB CPS/Restaurant	7.	\$576.20	2.9500	\$0.10 \$0.10 \$0.10 \$0.10		\$17.6
VS CR Signature Cards	15	\$1,925.58 \$2,308.27	2.3000	\$0.10	-	\$45.7
VS OR Standard	24 6	\$2,308.27	2.7000	\$0.10	2	\$64.7
VS DB CPS/Restaurant Prepaid	1	\$299.77	1.1900	\$0.10	¥	\$4.1 \$0.5
VS DB CPS/Restaurant Prepaid		\$33,35	1.1500	\$0.15		\$0.53
/S D8 CPS/Small Ticket /S D8 CPS/Sml Tkt Cosmr D8&Prpd Reg	2 34	\$28.81	1.5500 0.0500	\$0.04		\$0.50
AS UB ENDE	1	\$282,94	0.0500	\$0.22		\$7.57
VS DR US Regulated	131	\$43.00 \$6,000.25	1.7500 0.0500	\$0.20	-	\$0.95
/S Int Acquirer Fee	131	\$90.00	0.0500	\$0.22	2	\$0.95 \$31.87
VS DB EIRF VS DB EIRF VS DB US Regulated VS Int Acquirer Fee VS Int! Serv Fee-Purch	1	\$90.00	0.4000		*	\$0.40
Subtotal		\$90.00	0.4000			\$0.36
ssterCard Pass-thru Interchange & Fees						\$414.41
	61	\$3,801,39	0.1100			****
MC Assessment Fee MC CR Bus Enhanced Val T & E Rate I MC CR Corporate Refund Group 1 MC CR Corporate T & E I MC CR Enhanced Merit I	2	\$191.37	2.6200		(*)	\$4.17 \$5.02 -\$0.02
MC CR Corporate Refund Group 1	1	(\$1.00)	2 3700	- 5		5.02
AC CR Corporate T & E I	2	(\$1,00) \$102.05	2.3700 2.5000	Ţ.	-	-\$0.02
AC CR Enhanced Merit I	2 3 7	\$105.78	2.0400	\$9.10		\$2.00
IC CR Enhanced Merit III Base	7	\$199,46	1.7300	\$0.10		\$2.40
IC CR High Value T&E	1	\$71.50	2.7500	\$0.10	-	\$2,55 \$2,46 \$4,15 \$2,07
IC CR High Value T&E IC CR Merit III IC CR World Elite Restaurant IC CR World Elite T & E	2 2 2 5	\$26.96 \$25.00	1.5800	\$0.10	2	\$0.62
C CR World Elite Restaurant	2	\$25.00	2.2000	\$0.10	2	\$0.75
IC CR World Elite T & E	2	\$109.35	2.7500	\$0.10		\$3.20
C CR World Restaurant	5	\$87.54	1.7300	\$0.10	-	\$2.01
C CR World T & E C DB Merit I		\$1,715.29	2.3000	\$0.10		\$40,47
IC DB Ment I	1	\$12.25	1.6400	\$0.16	2	\$0.36
C DD Ment III	2 22 62	\$122.64	1.0500	\$0.15	_	\$1 5R
C Lib Regulateo-Issuer FR Cen	22	\$1,032.20	0.0500	\$0.22		\$5.36
C DB Regulated-Issuer FR Cert C Issuer Settlement Fee C NABU Fee	61	\$3,800.39			\$0.0030	\$5.36 \$0.26 \$1.13
Subtotal	61	\$3,386.14		-	\$0.0185	\$1.13
erican Express Pass-thru Interchange						\$76.14
merican Express CNP Fee	40	200.00	0.0000			
merican Express Unterchange Fee	12 41	\$550.93	0.3000	:	-	\$1.65
Subtotal	41	\$1,833.77	3.5000	\$0.05	<del>=</del> (	\$66.19
cover Pass-thru Interchange & Fees						\$67.85
iscover Assessment Fee	7	\$239,41				

HPS Customer Service 1-888-963-3600 www.HeartlandMerchantCenter.com 650000006548849

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Fee Summary

Fee Type	# of Trans	Total \$ Amount	Discount % Rate	DPI	Transaction Fee	Total Fee
Discover Data Usage Fee DS CR Commercial Electronic DS CR Key Entry Rewards DS CR Mid Submission Level-PremPs DS CR Mid Submission Level-PremPu DS CR PSL - Restaurants Premium DS CR PSL - Restaurants Rewards Sublotal HPS Processing Fees	7 2 1 1 1	\$239.41 \$73.26 \$40.59 \$22.00 \$36.70 \$36.86 \$30.00	2.3000 1,9700 2.4000 2.4000 2.2000 1,9000	\$0.10 \$0.10 \$0.10 \$0.10 \$0.10 \$0.10	\$0.0185 - - -	\$0.13 \$1.88 \$0.90 \$0.63 \$0.98 \$0.91 \$0.67 \$6.35
American Express Transaction Fee Discover Transaction Fee MC Transaction Fee MC Transaction Fee Monthly vs Daily Discount Cost Visa Transaction Fee Subjoictal Other Processing and One-Time Fees	41 7 62 345 291	\$0.00 \$0.00 \$0.00 \$23,559.27 \$0.00	0.0200	:	\$0.0200 \$0.0800 \$0.0800 \$0.0800	\$0.82 \$0.56 \$4.96 \$4.71 \$23.28 \$34.33
American Express CNP Adj - 5/01 - 5/08 Visa APF Sig Debit Adj - 5/1 - 5/17 Subtotal	1	\$0.00 \$0.00		2	:	-\$1,66 \$0,07 (\$1,59)

Totals \$597.49

Fees calculated on a per transaction basis, rounding differences may occur

Processing Summary - Paid to You by HPS

Card Type	# of Trans	\$ Sales Volume	# of Refunds	\$ Amount of Refunds	\$ Amount Net Sales	Average Ticket	DPI	Discount %	Discount Due
Visa									
Credit	109	\$13,069.76			\$13,069.76	\$119.91			1.0
Declined Auths and Auth-Onlys	3			-	410,003.70	4110.01			
Signature (Non-PIN) Debit	175	\$6,688,12			\$6,688.12	\$38.22			
MasterCard		40,000.12			40,000.12	\$36.22			2.€3
Credit	36 25	\$2,634.30	1	(\$1,00)	\$2,633.30	\$73.18			
Signature (Non-PIN) Debit	25	\$1,167.09	0.00	(4,1237	\$1,167.09	\$46.68			
American Express		41,107.00			81,107.09	\$40.00			
Credit	41	\$1,833.77			\$1,833,77	\$44.73			
Discover		W1,000.1		•	31,033,77	\$44.73			
Credit	7	\$239,41			\$239.41	\$34.20			
Totals	396	\$25,632.45	1	(\$1.00)	\$25,631,45	\$64.73			

Processing Summary - Paid to You by Others

	-				-			THE RESERVE THE PARTY OF THE PA	
Card Type	# of Trans	\$ Sales Volume	# of Refunds	\$ Amount of Refunds	\$ Amount Net Sales	Average Ticket	DPI	Discount %	Discount Due

No transaction data to report this month

HPS Customer Service 1-888-963-3600 www.HeartlandMerchantCenter.com

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### Deposit Detail

Visa - V Debit - DB EBT - EB
MasterCard - M Diners - DC JCB - JB
American Express - AX
Give Something Back Network - GS

Date	Batch #	Card Type	HPS Dep Date	Total Deposit	To Be Paid By Others	Daily Discount	Paid By HPS	Auto Debit/ Credit Amount
05/05/2012	000041	т		\$2,372.92			£3 970 00	
	ACH		05/05/2012	0-,072.02			\$2,372.92	
05/06/2012	000042	T	00.00.2012	\$2,600.48			** ***	\$2,372.92
	ACH		05/06/2012	92,000.40	- 5		\$2,600.48	
05/07/2012	000043	7	DOIDGEOIL	\$1,244.23				\$2,600,48
	ACH		05/07/2012	ψ1,244.23			\$1,244.23	-
05/07/2012	000044	T	00/01/2012	\$86.00			2	\$1,244,23
700000000000000000000000000000000000000	ACH		05/08/2012	\$00,00			\$86.00	
05/09/2012	000045	T	ONDUZOIZ	\$257.47	*			\$85.00
	ACH		05/09/2012	\$231.41			\$257.47	
05/09/2012	000046	T	0000012	\$468.82				\$257.47
	ACH	**	05/10/2012	\$400.DZ			\$468.82	20000000
05/10/2012	000047	T	DOTTOLLO	\$842.24	100			\$468.82
	ACH	100	05/11/2012	4012.27			\$842.24	*
05/12/2012	000048	7	001112012	\$3,022.55	•			\$842.24
	ACH		05/12/2012	\$1,022.55			\$3,022.55	
05/13/2012	000049	T	00/12/2012	\$2,016.47				\$3,022.55
	ACH	5.4	05/13/2012	\$2,010.47	•		\$2,016.47	
5/14/2012	000050	T	03/13/2012	P074 07				\$2,016.47
O 141212	ACH	•	05452040	\$271.37			\$271,37	
5/15/2012	000051	7	05/15/2012	#20F 7F			•	\$271.37
O 1012012	ACH		OF MCCOOLS	\$305.75			\$305.75	
5/16/2012	000052	T	05/16/2012	** ***			and the second second	\$305.75
3102012	ACH		05475040	\$1,349.04			\$1,349.04	
5/18/2012	000053	Y	05/17/2012	*****	*		•	\$1,349.04
3710/2012	ACH	,	05/40/2040	\$161.64	•		\$161.64	
5/19/2012	000054	T	05/18/2012	****	.70			\$161.64
a 15/2012	ACH	,	DE (4D/DO4D	\$543.75	( es		\$543.75	•
5/20/2012	000055	T	05/19/2012	** *** **				\$543.75
5/20/2012	000056	Ť		\$3,474.35			\$3,474.35	*
WEV-EV-12	ACH	·	05/20/2240	\$1,020.00	3.5		\$1,020.00	0.00
5/20/2012	000057	Т	05/20/2012	******				\$4,494.35
NA 012 0 12	ACH	5000	05040040	\$312.14	-		\$312.14	
/22/2012	000058	Т	05/21/2012	******	•		November 1	\$312.14
1222012	ACH		OF MODOLO	\$534,47	: ·		\$534.47	*
/22/2012	000059	T	05/22/2012					\$534.47
42412V12	ACH	31	or bonose	\$472.04	-		\$472.04	
/23/2012	000060	7	05/23/2012	*****				\$472.04
123/2012	ACH	,	0510410040	\$224.42			\$224.42	
/25/2012	000061	T	05/24/2012					\$224.42
43/2012	ACH		or me made	\$1,005.62	*		\$1,005.62	
/26/2012	000062	7	05/25/2012		70		2 100	\$1,005.62
20.2012	ACH	T	DE MOMO CO	\$1,887.71	-		\$1,887.71	7
27/2012	000063	T	05/26/2012	****	•			\$1,887.71
2116012	ACH		05/27/2010	\$503.73			\$503.73	-
39/2012	000064	T	05/27/2012	£200.24	1.5			\$503.73
	ACH	55	05/30/2012	\$392,24			\$392.24	-
30/2012	000065	T	USES SUPERIZED 12	\$262.00	-			\$392.24
	ACH	F-1	05/31/2012	\$202.00			\$262.00	-
	Fees	T	05/31/2012	÷			•	\$262.00 (\$597.49)
otals				\$25,631.45	\$0.00		\$25,631.45	(4007.30)

Please contact Heartland Customer Service at 1.888.963.3600 to request any corrections or adjustments. Adjustments and/or corrections to your statement will only be considered by Heartland if they are requested within the time period specifically set forth in the applicable provisions of the Terms and Conditions. Additionally, please remember to contact Heartland if your address information has changed. Thank you.

HPS Customer Service 1-888-963-3600 www.HeartlandMerchantCenter.com

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### **NEW @ HEARTLAND**

### Real Time

# More features coming to our web-based merchant portal!

Coming soon, look for Online Merchant Center to switch to InfoCentral. You'll continue to enjoy all the benefits of our web-based merchant portal, along with some brand-new features, including:

- Merchant-managed user roles and system access
- Capability to upload your dispute responses via a disputes module
- More streamlined and customer-friendly



# MASTERCARD PHISHING ALERT

### Phishing is on the rise.

Thieves are very creative, so alert all employees about this fraud. Do not open any attachments on any device (computer, smartphone) from an unfamiliar source. Do not give out information over the phone, or answer personal questions about you or your business unless you are certain of who the caller is.

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